

2005 AG
Charity
Company Number: 3181755
Registered Charity Number: 1054282

**GLOUCESTERSHIRE RURAL
COMMUNITY COUNCIL**
(Limited by guarantee and not having a share capital)

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 MARCH 2005**



Dudbridges

**CHARTERED ACCOUNTANTS
REGISTERED AUDITORS**

8 LANSDOWN, STROUD, GLOUCESTERSHIRE GL5 1BD

GLOUCESTERSHIRE RURAL COMMUNITY COUNCIL

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 MARCH 2005**

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GLOUCESTERSHIRE RURAL COMMUNITY COUNCIL
TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2005

The trustees present their report and the financial statements of the company for the year ended 31 March 2005.

On 2 April 1996 the Gloucestershire Rural Community Council (GRCC) was incorporated as a company limited by guarantee which is governed by its Memorandum and Articles of Association and is a registered charity.

It took over the assets and liabilities of the previously unincorporated Gloucestershire Rural Community Council which had been constituted as a charity since 1923.

Objects and Policies

The objects of the charity, as stated in its Memorandum of Association, are as follows:-

- (i) To promote any charitable purposes for the benefit of the rural community in the County of Gloucestershire and in particular the advancement of education, the protection of health and the relief of poverty and distress and physical and mental sickness and disability.
- (ii) To promote and organise co-operation in the achievement of the above purposes and to that end to bring together representatives of the voluntary organisations and statutory authorities engaged in the furtherance of the above purposes within the area of benefit.

There has been no change in policy in the year.

The GRCC is managed by the Board of Trustees who meet quarterly and the day to day organisation is carried out by the Director and a team of paid staff and volunteers. A team of district based fieldworkers work in the rural areas on a variety of issues and projects. A Chairman's Committee meets bi-monthly to monitor agreed Board policies and to review resolutions from other committees before they are recommended to the Board of Trustees for approval. A Resources Committee meets bi-monthly to monitor financial matters, and a Core Services Committee meets bi-monthly to monitor and manage the work programme. These latter three committees report to the Chairman's Committee.

The GRCC responds to the ever-changing needs of people in rural communities for housing, transport, voluntary sector support, community care, work with children and families and economic issues. It also provides the village halls advisory service.

Patron and President ex officio/Company Director

H M Lord Lieutenant of Gloucestershire, Mr Henry W G Elwes JP

Vice Patrons

The Honourable Philip Smith
Mr John Workman

Vice Presidents

Mrs Anne Cadbury OBE JP DL
Mr J W Eykyn
Mr John G Hazelwood CBE MA CCMI FRSA DL
Lt Col W McLelland OBE TD DL
Mr John V Miller MBE MA IPFA
Mr David A Sketchley
Dame Janet Trotter DBE BD MA MSc
Professor Stephen Owen BA MRTPI FRSA

GLOUCESTERSHIRE RURAL COMMUNITY COUNCIL

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2005 *continued*

Trustees/Company Directors/Officers

The trustees who served throughout the year are as follows:-

Individual Trustees

H M Lord Lieutenant of Gloucestershire, Mr Henry W G Elwes JP	<i>President</i>
Mr John G Hazelwood CBE MA CCMI FRSA DL	<i>Chairman</i>
Mr John R Loosley MA (Cantab)	<i>Vice-Chairman</i>
Mr Edward H Elwes	<i>Honorary Treasurer</i>
Mr Phillip R F Randall DIP Tech	
Mrs Julia D Chamberlayne BSc	
Mavis, Viscountess Dunrossil BA M Litt DL	
Mr Richard J Keene	
Rev Alistair Kendall	<i>(Resigned 27 April 2004)</i>
Professor Nigel Curry PhD MA BA MRTPI	
The Honourable Philip Smith	<i>(Resigned October 2004)</i>
Mr Richard Martin	
Mrs Susan Pearce	

Representative Trustees

Gloucestershire County Council:
Miss E Margaret Edney BA (Hons) M.Ed
Association of District Councils (Gloucestershire branch):
Councillor Derek M M Davies
Gloucestershire Association of Parish & Town Councils:
Councillor Terrence E Parker
Gloucestershire Federation of Women's Institutes:
Mrs Pat Stephens

Company Secretary

Mr Michael E Chivers MAAT C Dip AF

At every annual general meeting all representative trustees shall retire and one third of individual trustees shall retire by rotation and, being eligible, may offer themselves for re-election.

Trustees can be appointed or re-appointed at a general meeting or by the trustees subject to conditions set out in the Articles of Association.

Registered office

Community House
15 College Green
Gloucester
GL1 2LZ

Bankers

The Co-operative Bank plc
23a St Aldate Street
Gloucester

COIF Charity Funds
CCLA Investment
Management Limited
St Alphage House
2 Fore Street
London EC2Y 5AQ

Solicitors

Tayntons
8-12 Clarence Street
Gloucester
GL1 1DZ

Auditors

Dudbridges
Chartered Accountants and
Registered Auditors
8 Lansdown
Stroud
Gloucestershire
GL5 1BD

Registered charity number

1054282

Company number

3181755

GLOUCESTERSHIRE RURAL COMMUNITY COUNCIL

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2005 *continued*

Review of the year

Progress for the year is reported in detail in the published annual report for 2004/05.

Review of transactions and financial position of the year

The company continues to receive a significant proportion of unrestricted funds from Gloucestershire County Council, the Countryside Agency and other district and borough councils. These grants are used to fund the basic operations of the company. The amount received during the year is at a similar level as the previous year. Details of grants received are shown in note 2.

In addition to major grant funding, the company receives income for basic operational activities from sale of office facilities, letting, donations and sale of staff time. This amounted to £86,415 (2004 £125,056). The company also derives significant income £30,424 (2004 £33,898) from managing other companies and restricted funds, and also for undertaking projects and assignments on a consultancy basis £27,955 (2004 £21,408).

The restricted funds income derives mainly from project funding and grants. The movements on these funds are shown in note 17. As shown in note 13, £23,249 of the £215,665 fund balances are held as fixed assets. The balances of the restricted funds are held for future use within net current assets.

The expenditure for the year of unrestricted and restricted funds is shown on the Statement of Financial Activities on page 5 and supporting notes.

The assets are held to enable the work of the company to continue and commitments to projects to be fulfilled. The freehold property from which the company operates is worth considerably more than its book value. The trustees estimate this to be at least £600,000.

The trustees consider the financial position at 31 March 2005 to be satisfactory in the context of its future plans, and funds should adequately cover future expenditure on projects and on-going items.

Further information is contained in the Honorary Treasurer's report in the published annual report for 2004/05.

Risks Management

The Trustees have identified the major risks to which the charity is exposed and they are confident that they have in place procedures to lessen these risks as much as possible. In particular the trustees regularly review the risks attached to forward funding.

Reserves Policy

Reserve funds have been set up to meet liabilities that might arise in respect of the building, working capital and projects. These are shown on the balance sheet (page 7) and will be reviewed as required.

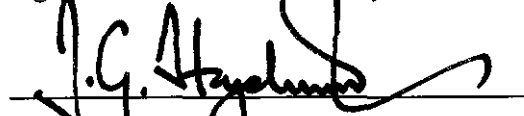
Relationship with other charities

The GRCC is one of 38 similar organisations throughout England which are represented nationally by Action with Communities in Rural England (ACRE) and regionally by the South West Acre Network (SWAN). The GRCC also works with a number of other partnerships including The Countryside Agency, all levels of local government, and with voluntary organisations.

Small company exemptions

The report of the trustees has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the Board by:


Date August 16th, 2005

Mr John G Hazelwood CBE MA CCMI FRSA DL
Chairman

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
GLOUCESTERSHIRE RURAL COMMUNITY COUNCIL
FOR THE YEAR ENDED 31 MARCH 2005**

We have audited the financial statements on pages 5 to 15 of Gloucestershire Rural Community Council for the year ended 31 March 2005 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), under the historical cost convention and the accounting policies set out on pages 8 and 9.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF THE TRUSTEES AND THE AUDITORS

The trustees are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue its activities.

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

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

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

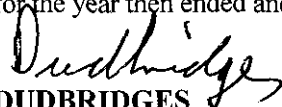
BASIS OF AUDIT OPINION

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

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

OPINION

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 2005 and of its incoming resources and application of resources including its income and expenditure for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


DUDBRIDGES

Chartered Accountants and Registered Auditors

8 Lansdown

Stroud

Gloucestershire GL5 1BD

Date 17th August 2005

GLOUCESTERSHIRE RURAL COMMUNITY COUNCIL

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2005

	Note	Unrestricted Funds	Restricted Funds	Endowment Fund - Goodeve Legacy	Total Funds 2004/05	Total Funds 2003/04
		£	£	£	£	£
INCOMING RESOURCES						
Charitable Activities						
Grants receivable	2	228,842	-	-	228,842	227,933
Consultancy fees		27,955	-	-	27,955	21,408
Project funding and grants		29,992	252,873	-	282,865	213,177
Management fees		30,424	-	-	30,424	33,898
Subscriptions and memberships		10,389	-	-	10,389	7,263
Other Activities to generate Funds						
Office Services sales		23,677	-	-	23,677	29,449
Other sales		16,453	15	-	16,468	51,672
Letting		25,668	-	-	25,668	25,449
Investment Income	3	808	2,332	1,865	5,005	5,597
Donations		4,462	16,140	-	20,602	18,486
Other Incoming Resources		114	-	-	114	1,776
Total Incoming Resources		<u>398,784</u>	<u>271,360</u>	<u>1,865</u>	<u>672,009</u>	<u>636,108</u>
RESOURCES EXPENDED						
Costs of Generating Funds						
Publicity	5	<u>29,429</u>	<u>7,709</u>	<u>-</u>	<u>37,138</u>	<u>48,249</u>
Net Incoming Resources available for Charitable Application		<u>369,355</u>	<u>263,651</u>	<u>1,865</u>	<u>634,871</u>	<u>587,859</u>
Charitable Expenditure						
Direct charitable expenditure	4	343,102	227,789	-	570,891	536,368
Management and administration	6	<u>28,737</u>	<u>-</u>	<u>-</u>	<u>28,737</u>	<u>40,744</u>
Total Charitable Expenditure		<u>371,839</u>	<u>227,789</u>	<u>-</u>	<u>599,628</u>	<u>577,112</u>
Total Resources Expended		<u>401,268</u>	<u>235,498</u>	<u>-</u>	<u>636,766</u>	<u>625,361</u>
Net Incoming Resources (before transfers)		(2,484)	35,862	1,865	35,243	10,747
Transfers between funds		<u>1,865</u>	<u>-</u>	<u>(1,865)</u>	<u>-</u>	<u>-</u>
NET INCOMING RESOURCES (before gains on investments unrealised)		(619)	35,862	-	35,243	10,747
Gain on investment unrealised		-	-	5,439	5,439	6,687
Loss on disposal of fixed assets		<u>-</u>	<u>(1,486)</u>	<u>-</u>	<u>(1,486)</u>	<u>-</u>
Net Movement in Funds		(619)	34,376	5,439	39,196	17,434
Fund Balances at 1 April 2004		<u>91,472</u>	<u>181,289</u>	<u>35,132</u>	<u>307,893</u>	<u>290,459</u>
Fund Balances at 31 March 2005		<u>90,853</u>	<u>215,665</u>	<u>40,571</u>	<u>347,089</u>	<u>307,893</u>

Note on Historical Cost Net Movement in Funds

In accordance with the Charities SORP investments have been included in the statement of financial activities at market value as at 31 March 2005. If these unrealised losses/gains had not been included the historical cost net movement in funds before transfers would be:

(619)	34,376	-	33,757	10,747
<u></u>	<u></u>	<u></u>	<u></u>	<u></u>

The notes on pages 8 to 15 form part of these financial statements.

GLOUCESTERSHIRE RURAL COMMUNITY COUNCIL

SUMMARY INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2005

	2004/05	2003/04
	£	£
Income	667,004	630,511
Expenditure	638,252	625,361
Operating surplus	28,752	5,150
Income from fixed asset investments	1,865	1,828
Other interest receivable and similar income	3,140	3,769
Net income for the year	33,757	10,747

The Summary Income and Expenditure Account is derived from the Statement of Financial Activities which, together with the notes to the financial statements on pages 8 to 15, provides full information on the movements during the year on all the funds.

The notes on pages 8 to 15 form part of these financial statements.

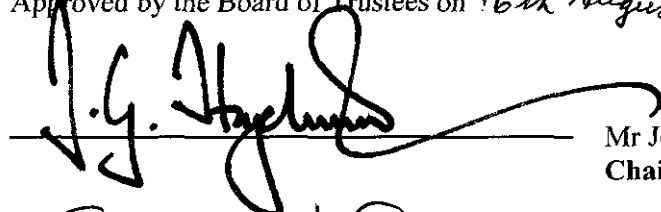
GLOUCESTERSHIRE RURAL COMMUNITY COUNCIL

BALANCE SHEET AT 31 MARCH 2005

	Note	2004/05 £	2003/04 £
Fixed Assets			
Tangible fixed assets	9	68,000	58,395
Investments	10	40,571	35,132
		<u>108,571</u>	<u>93,527</u>
Current Assets			
Debtors	11	187,453	97,094
Cash at bank and in hand		152,155	163,973
		<u>339,608</u>	<u>261,067</u>
Liabilities: Amounts falling due within one year	12	101,090	46,701
		<u>238,518</u>	<u>214,366</u>
Net Current Assets			
	13	<u>347,089</u>	<u>307,893</u>
Capital Funds			
Endowment	14	40,571	35,132
Income Funds			
Restricted	14 & 17	215,665	181,289
Unrestricted	14	39,833	40,452
Unrestricted - Designated	14 & 16	51,020	51,020
		<u>347,089</u>	<u>307,893</u>

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Approved by the Board of Trustees on 16th August 2005 and signed on its behalf by:



Mr John G Hazelwood CBE MA CCMI FRSA DL
Chairman



Mr Edward H Elwes
Honorary Treasurer

The notes on pages 8 to 15 form part of these financial statements

GLOUCESTERSHIRE RURAL COMMUNITY COUNCIL

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2005

1 ACCOUNTING POLICIES

(a) Basis of accounting

The financial statements have been prepared under the historical cost convention (except for the revaluation of investments at market value) in accordance with applicable accounting standards and in compliance with the Statement of Recommended Practice - Accounting by Charities 2000 and in accordance with Financial Reporting Standard for Smaller Entities (effective June 2002). All activities of the company are continuing.

(b) Income

Income is dealt with in accordance with the terms of the nature of receipt. Income is recognised in the period to which it relates with the exception of donations and legacies which are recognised when received unless amounts receivable can be determined with reasonable accuracy. Endowment fund income is unrestricted.

(c) Grants receivable

Revenue grants are recognised as an incoming resource in the period to which they relate as directed by the donor. Capital grants received for a specific purpose are treated as restricted funds, the expenditure from which is capitalised when payable.

(d) Basis of apportionment of expenditure

Direct charitable expenditure includes all costs directly relating to the objective of the charity including costs involved in supporting that work.

Fundraising and publicity costs include those costs incurred in inducing others to make contributions to the charity and promoting the charity generally.

Management and administration costs include those costs connected with management of the charity's assets, organisational management and administration and compliance with constitutional and statutory requirements.

Staff costs - allocated on a basis of time spent on each category of activity.

Premises costs - allocated to direct charitable support costs.

Depreciation - provision is allocated on basis of use of assets.

Other costs - allocated to each category of expenditure as appropriate.

(e) Tangible fixed assets

Tangible fixed assets are included at cost or valuation less an appropriate provision for depreciation.

(f) Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset less its estimated residual value over the useful economic life of the asset.

Freehold property	2% reducing balance method
Freehold property improvements	20% straight line method
Furniture and equipment	20% reducing balance method
Computer equipment	20% straight line method – original equipment
	33⅓% straight line method – restricted fund assets
	33⅓% reducing balance method – unrestricted fund assets
Motor vehicles	20% reducing balance method

GLOUCESTERSHIRE RURAL COMMUNITY COUNCIL

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2005 *continued*

1 ACCOUNTING POLICIES *continued*

(g) Fixed assets investments

Fixed assets investments are included at market value as required by the Statement of Recommended Practice - Accounting by Charities. Realised and unrealised gains and losses are shown on the Statement of Financial Activities.

(h) Pensions

The council makes contributions to pension schemes on behalf of its staff. Contributions on behalf of the Director are paid to the Countryside Agency for a defined benefit scheme linked to the civil service scheme and administered by the Treasury who are responsible to ensure that funding is adequate. The amount paid is a percentage of gross salary and can vary from year to year. The current percentage is 16.5% (2004 16.5%). Contributions on behalf of eligible staff are for a defined contribution scheme the assets of which are held separately from those of the company in an independently administered fund. Contributions are made at an agreed fixed rate of 7 1/8% of gross salary. The contributions in all cases are a direct charge in the wages costs for the year as shown in the note below.

(i) Operating leases

Rental payments under operating leases are charged to expenditure in the Statement of Financial Activities as incurred over the lease term.

(j) Expenditure

All categories of expenditure are recognised on an accruals basis and liabilities are included when the legal obligation has been created.

(k) Deferred income

Income is deferred when the donor specifies the income is for a future period or applies conditions that cannot be met until a future period.

2 GRANTS RECEIVABLE

	2004/05	2003/04
	£	£
Gloucestershire County Council	60,000	60,000
Countryside Agency	88,596	88,595
Cotswold District Council	26,000	26,000
Stroud District Council	15,750	15,750
Tewkesbury Borough Council	21,836	21,350
Forest of Dean District Council	16,660	16,238
	<hr/>	<hr/>
	228,842	227,933
	<hr/>	<hr/>

3 INVESTMENT INCOME

	2004/05	2003/04
	£	£
Listed UK investments	1,865	1,828
Cash investments	3,140	3,769
	<hr/>	<hr/>
	5,005	5,597
	<hr/>	<hr/>

GLOUCESTERSHIRE RURAL COMMUNITY COUNCIL

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2005 *continued*

4 DIRECT CHARITABLE EXPENDITURE

	Unrestricted Funds £	Restricted Funds £	Total 2004/05 £	Total 2003/04 £
Community projects and fieldwork:				
Staff costs	176,488	130,527	307,015	280,409
Other labour related costs	1,350	566	1,916	5,229
Travel	24,273	12,002	36,275	34,571
Communication	10,331	2,747	13,078	12,740
Direct project expenditure	8,827	19,568	28,395	27,621
Direct administration	4,492	98	4,590	4,797
Printing and publications	3,255	7,618	10,873	11,568
Meeting and contacts	2,018	6,004	8,022	1,135
Depreciation	4,038	3,997	8,035	6,301
Grants payable	9,025	3,570	12,595	7,888
	<u>244,097</u>	<u>186,697</u>	<u>430,794</u>	<u>392,259</u>
Support costs:				
Staff costs	35,559	-	35,559	40,702
Other labour related costs	10,278	-	10,278	6,009
Travel	444	-	444	647
Communication	1,519	-	1,519	2,730
Professional fees	2,975	34,092	37,067	34,908
Direct administration	7,446	-	7,446	6,697
Serviced office	15,178	-	15,178	18,677
Printing and publications	2,645	-	2,645	4,356
Premises	20,592	7,000	27,592	27,277
Financial costs	24	-	24	96
Depreciation	2,345	-	2,345	2,010
	<u>99,005</u>	<u>41,092</u>	<u>140,097</u>	<u>144,109</u>

5 PUBLICITY

	Unrestricted Funds £	Restricted Funds £	Total 2004/05 £	Total 2003/04 £
Professional fees	3,864	-	3,864	7,032
Publications and publicity	19,978	7,709	27,687	34,649
Staff costs	5,438	-	5,438	6,318
Other labour related costs	149	-	149	250
	<u>29,429</u>	<u>7,709</u>	<u>37,138</u>	<u>48,249</u>

6 MANAGEMENT AND ADMINISTRATION

	Unrestricted Funds £	Restricted Funds £	Total 2004/05 £	Total 2003/04 £
Trustees' expenses	2,174	-	2,174	2,019
Meetings and contacts	3,203	-	3,203	1,386
Printing and publications	4,372	-	4,372	2,086
Auditors' remuneration	5,266	-	5,266	4,809
Staff costs	13,008	-	13,008	29,839
Other labour related costs	714	-	714	605
	<u>28,737</u>	<u>-</u>	<u>28,737</u>	<u>40,744</u>

GLOUCESTERSHIRE RURAL COMMUNITY COUNCIL

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2005 *continued*

7 DONATIONS AND GRANTS PAYABLE

	2004/05	2003/04
	£	£
Institutions (for Community Development)		
Aggregate of grants less than £1,000 each	9,025	5,706
Aggregate to 49 individuals (2004 – 31 individuals)	3,570	2,182
	<u>12,595</u>	<u>7,888</u>

8 ANALYSIS OF COSTS

	2004/05	2003/04
	£	£
Staff costs		
Wages and salaries	310,777	308,748
Social Security costs	29,743	28,607
Pension contributions - money purchase schemes	14,695	14,755
- defined benefit schemes	5,805	5,158
	<u>361,020</u>	<u>357,268</u>
Benefits in kind	3,510	3,415
	<u>364,530</u>	<u>360,683</u>
Number of staff with benefits accruing under:		
Money purchase schemes	17	17
Defined benefit schemes	1	1

No employee earned £50,000 pa or more.

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

	2004/05	2003/04
	No	No
Direct charitable:		
Community projects and fieldwork	15.3	13.7
Support costs	1.5	1.5
Publicity	0.2	0.2
Management and administration	1.1	1.2
	<u>18.1</u>	<u>16.6</u>

	2004/05	2003/04
	£	£
Premises		
Rent and rates	9,515	10,083
Cleaning	4,910	4,930
Maintenance and security	1,422	1,176
Car parking	1,795	2,452
Light and heat	2,883	2,646
Insurance	1,575	1,586
Depreciation	5,492	4,404
	<u>27,592</u>	<u>27,277</u>

GLOUCESTERSHIRE RURAL COMMUNITY COUNCIL

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2005 *continued*

9 TANGIBLE FIXED ASSETS

	Freehold Property	Building Improvements	Furniture and Equipment	Computer Equipment	Motor Vehicles	Total
	£	£	£	£	£	£
Cost						
At 1 April 2004	21,852	23,799	27,665	71,104	13,670	158,090
Additions	-	3,523	100	6,435	16,905	26,963
Disposals	-	-	-	-	(6,431)	(6,431)
	<u>21,852</u>	<u>27,322</u>	<u>27,765</u>	<u>77,539</u>	<u>24,144</u>	<u>178,622</u>
At 31 March 2005	21,852	27,322	27,765	77,539	24,144	178,622
Depreciation						
At 1 April 2004	5,411	5,883	19,359	59,722	9,320	99,695
Charge for the year	328	5,164	1,661	6,035	2,684	15,872
On disposals	-	-	-	-	(4,945)	(4,945)
	<u>5,739</u>	<u>11,047</u>	<u>21,020</u>	<u>65,757</u>	<u>7,059</u>	<u>110,622</u>
At 31 March 2005	5,739	11,047	21,020	65,757	7,059	110,622
Net book values:						
at 31 March 2005	<u>16,113</u>	<u>16,275</u>	<u>6,745</u>	<u>11,782</u>	<u>17,085</u>	<u>68,000</u>
at 31 March 2004	<u>16,441</u>	<u>17,916</u>	<u>8,306</u>	<u>11,382</u>	<u>4,350</u>	<u>58,395</u>

All assets are used for direct charitable purposes.

10 FIXED ASSET INVESTMENTS (GOODEVE LEGACY)

	2004/05 £	2003/04 £
UK Quoted Investments - Charifund income units		
Market value at 31 March 2004	35,132	28,445
Unrealised gain	5,439	6,687
	<u>40,571</u>	<u>35,132</u>
Market value at 31 March 2005	<u>40,571</u>	<u>35,132</u>
 Historical cost at 31 March 2005	 <u>6053</u>	 <u>6,053</u>

11 DEBTORS

	2004/05 £	2003/04 £
Trade debtors	174,444	88,411
Loans to staff	2,879	1,623
Prepayments	10,057	7,060
Accrued income	73	-
	<u>187,453</u>	<u>97,094</u>

GLOUCESTERSHIRE RURAL COMMUNITY COUNCIL

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2005 *continued*

12 LIABILITIES: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2004/05	2003/04
	£	£
Trade creditors	4,680	7,719
Other creditors:		
Taxes and Social Security	10,620	17,069
Loan account – GMTF Ltd	-	9,479
Pension contributions	8,051	-
Other	857	6,802
Accruals	4,780	5,632
Deferred income	72,102	-
	<u>101,090</u>	<u>46,701</u>

Deferred Income

The deferred income of £72,102 (2004 Nil) represents grants received from donors for work that is not to be performed until after 31 March 2005.

13 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Fixed Assets	Investments	Net Current Assets	Total Net Assets
	£	£	£	£
Restricted Funds	23,249	-	192,416	215,665
Permanent Endowments				
Goodeve legacy	-	40,571	-	40,571
Unrestricted Funds				
Designated	44,751	-	6,269	51,020
Other	-	-	39,833	39,833
	<u>68,000</u>	<u>40,571</u>	<u>238,518</u>	<u>347,089</u>

14 RECONCILIATION OF MOVEMENTS IN MEMBERS' FUNDS

	Unrestricted	Unrestricted - Designated (Note 16)	Restricted (Note 17)	Permanent Endowment - Goodeve Legacy	Total
	£	£	£	£	£
Balance at 1 April 2004	40,452	51,020	181,289	35,132	307,893
Net movement in funds	(619)	-	34,376	5,439	39,196
Balance at 31 March 2005	<u>39,833</u>	<u>51,020</u>	<u>215,665</u>	<u>40,571</u>	<u>347,089</u>

15 CHANGES IN RESOURCES AVAILABLE FOR CHARITY USE

	Unrestricted	Unrestricted - Designated (Note 16)	Restricted (Note 17)	Endowment - Goodeve Legacy	Total
	£	£	£	£	£
Net movement in funds	(619)	-	34,376	5,439	39,196
Net (increase)/decrease in tangible fixed assets for direct charitable purposes	5,654	-	(15,259)	-	(9,605)
Net movement in funds available for future activities	<u>5,035</u>	<u>-</u>	<u>19,117</u>	<u>5,439</u>	<u>29,591</u>

GLOUCESTERSHIRE RURAL COMMUNITY COUNCIL

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2005 *continued*

16 DESIGNATED FUNDS

	2004/05	2003/04
	£	£
Building Contingency	15,000	15,000
Working Capital Fund	26,020	26,020
Project Guarantee Fund	10,000	10,000
	<u>51,020</u>	<u>51,020</u>

17 RESTRICTED FUNDS

	Balance at 1 April 2004	Movement in resources (including transfers)		Balance at 31 March 2005
	£	Incoming £	Outgoing £	£
Direct activity				
Jump Start	(2,661)	74,441	62,952	8,828
Day Centres/In Touch	97,404	71,499	53,152	115,751
Bream	672	-	672	-
Rural Housing Enabler	1,430	50,774	40,700	11,504
Social Inclusion Worker	1,717	36,227	35,738	2,206
Small Rest Fund Movements	(861)	-	(861)	-
Assistant Director	-	14,000	14,000	-
Village Halls Advisor	-	-	-	-
Housing Needs Survey	9,056	3,000	12,056	-
Village Shops	1,215	-	1,215	-
Market Towns Forum	4,274	-	4,274	-
Rural Initiative Fund	1,422	6,073	-	7,495
Rural Renaissance	-	13,086	13,086	-
	<u>113,668</u>	<u>269,100</u>	<u>236,984</u>	<u>145,784</u>
Residual Funds				
North Cotswold Family Centres	4,226	-	-	4,226
Transport Solutions	5,453	-	-	5,453
Youth Parish Councils	5,001	-	-	5,001
	<u>14,680</u>	<u>-</u>	<u>-</u>	<u>14,680</u>
Restricted Investments				
Fowler Wright Fund	10,999	505	-	11,504
Anniversary Fund	41,942	1,755	-	43,697
	<u>52,941</u>	<u>2,260</u>	<u>-</u>	<u>55,201</u>
	<u>181,289</u>	<u>271,360</u>	<u>236,984</u>	<u>215,665</u>

All funds are for specific projects as detailed above for which the GRCC obtains and administers the resources. These funds are held in fixed and current assets. The trustees consider these are sufficient funds to meet the objectives of each activity.

18 EXPENSES REIMBURSED TO TRUSTEES

Amounts totalling £2,174 (2004 £2,019) were reimbursed to three trustees who incurred expenses for travel, secretarial costs and stationery on behalf of the company.

GLOUCESTERSHIRE RURAL COMMUNITY COUNCIL

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2005 *continued*

19 OPERATING LEASE COMMITMENTS

	2004/05	2003/04
	£	£
Annual operating lease commitments in respect of leases expiring:		
Within one year	5,543	5,543
Between two and five years	<u>2,434</u>	<u>2,434</u>

20 CAPITAL COMMITMENTS

	2004/05	2003/04
	£	£
Capital expenditure that has been authorised by the Board of Trustees but not yet contracted or provided for	<u>Nil</u>	<u>Nil</u>

21 RELATED PARTY TRANSACTIONS

- (a) The GRCC has formed a company limited by guarantee called "Gloucestershire Rural Projects" in order to claim landfill tax credits and distribute the income as grants. The remaining profits made by the company are covenanted to the GRCC. Turnover for the year to 31 March 2005 is £5,215 (2004 £38,298) and the profits will be £3,208 (2004 loss £2,158). The net liabilities of the company at 31 March 2005 are £1,078 (2004 £1,103). The subscribers to this company are three trustees and the Director of the GRCC. The GRCC has charged consultancy fees £Nil (2004 £34,759) to manage the company and is owed £30,995 (2004 £34,759) at the end of the year for arrears of consultancy fees. The registered office is the same as the GRCC.
- (b) A trustee, the Honourable Philip Smith, is also a trustee of the Philip Smith Charitable Trust. This trust donated £10,000 during the year.

22 INDEMNITY INSURANCE

The company has a professional indemnity insurance policy for £250,000 to cover claims that might arise from mistakes of staff and volunteers. The cost of this policy is £410 (2004 £404).