

Charity Registration Number : 1084194
Company Registration Number : 3685423

HESTERS WAY PARTNERSHIP LIMITED
REPORTS AND ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2006



ANDORRAN LIMITED
Chartered Accountants and Registered Auditor
6 Manor Park Business Centre Mackenzie Way Cheltenham Glos GL51 9TX

THE REDDINGS AND DISTRICT COMMUNITY ASSOCIATION
REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005

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HESTERS WAY PARTNERSHIP LIMITED

LIST OF OFFICERS AND ADVISERS

Trustees	J Magee	- Chair until 15/5/06
	K Daws	- Chair since 15/5/06
	Cllr P Thornton	- Vice-Chair
	A Bowron	
	R Godfrey	
	E Marriot	- appointed 18/7/05
	C Moon	
	P D Smith	
	A Thomson	- appointed 20/6/05
	S Wheeler	- appointed 18/7/05; resigned 7/4/06
	F Beattie	- resigned 20/6/05
	Cllr A Cameron	- resigned 20/6/05
	R McNally	- resigned 20/6/05
	B Thomson	- resigned 18/7/05
	L Young	- resigned 20/3/06

Secretary H C Bailey

Principal Address Hesters Way Community Resource Centre
Cassin Drive
Cheltenham
Gloucestershire
GL51 7SU

Bankers Lloyds TSB
High Street
Cheltenham
Glos GL50 1EW

Independent Examiners Andorran Limited
Chartered Accountants
6 Manor Park Business Centre
Mackenzie Way
Cheltenham
Glos GL51 9TX

HESTERS WAY PARTNERSHIP LIMITED

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2006

The Trustees, who are also directors for the purposes of the Companies Act, present their report together with the accounts for the year ended 31 March 2006.

The Trustees have been mindful to adopt the recommendations of SORP 2005 in the production of this report and accounts.

Structure, Governance and Management

Hesters Way Partnership Limited is constituted as a company limited by guarantee and therefore has no share capital. In the event of the company being wound up, and the liabilities and winding up expenses being in excess of assets, the liability of each member is limited to £1. The company's governing document is its Memorandum and Articles of Association dated 17 December 1998, as amended by written resolution dated 11 May 2004.

In accordance with the Articles of Association, the company is managed by a Board of Trustees, which includes representatives from all its major stakeholders. The Board meets at least four times a year. Details of all officers, trustees and advisers are set out on page 1 of these accounts.

Hesters Way Partnership Limited is a registered charity, having registered with the Charity Commission on 20 December 2000.

Objectives and Activities

The company's objects are to pursue any charitable purpose for the benefit of the Hesters Way Area in the Borough of Cheltenham, without distinction on the grounds of gender, race, religious, political or other opinions, in particular the relief of poverty and the advancement of education and training, the preservation and enhancement of the environment, the preservation and protection of physical and mental health, and the provision of leisure and community facilities in the interest of social welfare.

All of the company's activities are designed to achieve these objects and a review of these activities is set out below under 'Achievements and Performance'.

Trustees' Responsibilities in Relation to the Accounts

The law applicable to Charities in England and Wales requires the Trustees to prepare accounts for each financial year that give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing those accounts the Trustees should follow best practice and:

- select suitable accounting policies and apply them consistently
- make judgements and estimates that are reasonable and prudent
- prepare the accounts on the going concern basis unless it is inappropriate to assume that the charity will be able to continue in operation.

The Trustees are responsible for keeping proper accounting record which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the accounts comply with the Charities Act 1993, the Charities (Accounts and Reports) Regulations and the provisions of its constitution. They are also responsible for safeguarding the charity's assets and hence for taking reasonable steps for the prevention and detection of error, fraud and other irregularities.

Risk Management

The Trustees actively review the major risks which the company faces on a regular basis and believe that maintaining unrestricted reserves at current levels, proper forecasting of incomes and expenditures combined with an annual review of the controls over key financial systems, will provide sufficient resources in the event of conditions becoming adverse. The Trustees have also examined other operational and business risks faced by the company and confirm that systems have been established to mitigate any significant risks.

Investment Policy

Due to the relatively low level of funds available for investment, the Trustees consider that bank deposits provide a satisfactory return to the company.

HESTERS WAY PARTNERSHIP LIMITED

TRUSTEES' REPORT - continued

FOR THE YEAR ENDED 31 MARCH 2006

Reserves Policy

The company has adopted a policy that it intends to build up unrestricted funds to approximately half of its annual unrestricted expenditure.

Achievements and Performance

The Hesters Way Partnership (HWP) has worked over the financial year, to create an effective working partnership between the public, private and voluntary sector organisations working in the Hesters Way Regeneration Area, together with local residents, to assist its regeneration.

The Strategy Document was completed and published in December 2005. This provides the working document that leads the Partnership in its activities.

To achieve its aims, HWP's regeneration activity has included the facilitation of the already established sub-groups;

- Children & Young People's Group
- Crime & Disorder Reduction Partnership
- Lifelong Learning

Difficulties have been met by HWP, restricting time given to the delivery of its objectives. Staff time has been devoted to assisting Hesters Way Neighbourhood Project (HWNP), who manages Hesters Way Resource Centre on behalf of the Partnership. HWNP have been experiencing severe cash-flow problems. HWP and HWNP have been working in partnership, HWP providing staff capacity to work on increasing income from the Resource Centre and to secure additional tenants.

HWP staff time has also been devoted to the SACS (Springbank, Arle, Cavendish Park and Springfields) project. The SACS Community Resource Centre Project was initiated in 2002. A similar building to the Hesters Way Resource Centre will be built at the far end of HWP's Regeneration area to provide much needed services to this community. A huge amount of partnership work will finally come to fruition this Summer, when the build is due to commence.

Plans for the Future

The SACS Community Resource Centre will take 12 months to build. HWP will project manage this build, and it is due to open in the Summer of 2007. The building will provide much needed services in the area, including a base for HWP's new Community Involvement Worker.

This second resource centre will provide yet another base from which HWP can deliver its regeneration activity.

Four new sub-groups are to be initiated for the coming year:-

- Housing, Built Environment and Transport
- Economy, Business and Training
- Health & Well-being
- Culture, Leisure & Sport

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


H Bailey - Company Secretary
For and on behalf of the Trustees

Date : 19 June 2006

REPORT OF THE INDEPENDENT EXAMINERS

TO THE TRUSTEES OF

HESTERS WAY PARTNERSHIP LIMITED

We report on the accounts of the charity for the year ended 31 March 2006, which are set out on pages 5 to 9 and which have been prepared in accordance with the accounting policies set out on page 7.

Respective Responsibilities of Trustees and Independent Examiner

The charity's Trustees are responsible for the preparation of the accounts. The charity's Trustees consider that the audit requirement of Section 43(2) of the Charities Act 1993 does not apply, and that an independent examination is needed.

It is our responsibility to examine the accounts under section 43(3)(a) of the Charities Act 1993, and to state, on the basis of procedures specified in the General Directions given by the Charity Commissioners under section 43(7)(b) of the Charities Act 1993 whether particular matters have come to our attention.

Basis of Independent Examiners' Report

Our examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently we do not express an audit opinion on the view given by the accounts.

Independent Examiners' Statement

In connection with our examination, no matter has come to our attention:-

1. which gives us reasonable cause to believe that in any material respect the requirements:-
 - to keep accounting records in accordance with section 41 of the Charities Act 1993;
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the Charities Act 1993have not been met; or
2. to which, in our opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Andorran Limited

ANDORRAN LIMITED
Chartered Accountants and
Registered Auditor

19 June 2006

6 Manor Park Business Centre
Mackenzie Way
Cheltenham
Glos GL51 9TX

HESTERS WAY PARTNERSHIP LIMITED
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2006

	Unrestricted Funds £	Restricted Funds £	Total Funds 2006 £	Total Funds 2005 £
INCOMING RESOURCES				
Incoming resources from generated funds				
Voluntary income (note 2)	17,993	48,163	66,156	18,485
Investment income (note 3)	85,700	-	85,700	80,445
TOTAL INCOMING RESOURCES	103,693	48,163	151,856	98,930
RESOURCES EXPENDED				
Charitable activities (note 6)	95,279	49,921	145,200	122,153
Governance costs (note 6)	1,850	-	1,850	3,145
TOTAL RESOURCES EXPENDED	97,129	49,921	147,050	125,298
NET OUTGOING RESOURCES BEFORE TRANSFERS	6,564	(1,758)	4,806	(26,368)
GROSS TRANSFERS BETWEEN FUNDS	-	-	-	-
NET MOVEMENT IN FUNDS	6,564	(1,758)	4,806	(26,368)
TOTAL FUNDS BROUGHT FORWARD	35,164	1,855,535	1,890,699	1,917,067
TOTAL FUNDS CARRIED FORWARD	41,728	1,853,777	1,895,505	1,890,699

The notes on pages 7 to 9 form part of these accounts.

HESTERS WAY PARTNERSHIP LIMITED

BALANCE SHEET

31 MARCH 2006

	Unrestricted Funds £	Restricted Funds £	Total Funds 2006 £	Total Funds 2005 £
FIXED ASSETS (note 7)	-	1,821,900	1,821,900	1,854,550
CURRENT ASSETS				
Debtors (note 8)	74,666	-	74,666	38,337
Bank and cash	27,097	31,877	58,974	29,390
	101,763	31,877	133,640	67,727
CREDITORS - amounts falling due within one year (note 9)	60,035	-	60,035	31,578
NET CURRENT ASSETS	41,728	31,877	73,605	36,149
NET ASSETS	41,728	1,853,777	1,895,505	1,890,699
FUNDS OF THE CHARITY				
Unrestricted funds (note 10)	41,728	-	41,728	35,164
Restricted funds (note 11)	-	1,853,777	1,853,777	1,855,535
TOTAL FUNDS	41,728	1,853,777	1,895,505	1,890,699

These accounts 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).

For the year ended 31 March 2006 the company was entitled to exemption from audit under section 249(1) of the Companies Act 1985. No members have required the company to obtain an audit of the accounts for the year in accordance with section 249B(2). The Trustees acknowledge their responsibility for ensuring that the company keeps accounting records that comply with section 221 and for preparing accounts that give a true and fair view of the state of affairs of the company at the balance sheet date and of the results for the financial year then ended in accordance with section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as are applicable to the company.

Approved by the Trustees on 19 June 2006


K Daws - Chairman

The notes on pages 7 to 9 form part of these accounts.

HESTERS WAY PARTNERSHIP LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2006

1. ACCOUNTING POLICIES

The principal accounting policies are set out below. They have been applied consistently throughout the year and in the preceding year.

a) Basis of Accounting

The accounts are prepared under the historical cost convention and in accordance with applicable Accounting Standards, Accounting and Reporting by Charities - Statement of Recommended Practice (SORP 2005) and the Charities Act 1993.

b) Incoming Resources

Income is recognised in the period to which it relates, except for grants, which are recognised when received. Where the charities benefits from work carried out by volunteers, without charge, no value is placed on their work for accounting purposes.

c) Resources Expended

Resources expended are accounted for on an accruals basis, inclusive of VAT which cannot be recovered.

Charitable expenditure comprise those costs incurred by the charity in the delivery of its activities and services for its beneficiaries.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity, including the fee paid to the independent examiners.

d) Tangible Fixed Assets

Assets costing less than £1,000 are not capitalised.

Depreciation is provided on all tangible fixed assets in use, except for freehold land, at rates and bases calculated to write off the cost or valuation less estimated residual value of each asset over its expected useful life as follows:-

Freehold buildings - 2% straight line

e) Taxation

As a recognised charity, the company is exempt from Corporation Tax so far as it relates to its charitable objects. It is not, however, exempt from VAT, and where there is irrecoverable VAT, it is included as an expense item in the accounts.

2. VOLUNTARY INCOME

	Unrestricted Funds £	Restricted Funds £	Total Funds 2006 £	Total Funds 2005 £
Grants received	<u>17,993</u>	<u>48,163</u>	<u>66,156</u>	<u>18,485</u>

3. INVESTMENT INCOME

Rents receivable	85,000	-	85,000	80,000
Interest received	<u>700</u>	<u>-</u>	<u>700</u>	<u>445</u>
	<u>85,700</u>	<u>-</u>	<u>85,700</u>	<u>80,445</u>

4. NET OUTGOING RESOURCES FOR THE FINANCIAL YEAR

	2006 £	2005 £
These are stated after charging:		
Independent examiners' fee (2005 : audit fee)	1,850	3,145
Depreciation	<u>32,650</u>	<u>32,650</u>

HESTERS WAY PARTNERSHIP LIMITED

NOTES TO THE ACCOUNTS - continued

FOR THE YEAR ENDED 31 MARCH 2006

5. TRANSACTIONS WITH TRUSTEES

No trustees received any remuneration during the year and no expenses were reimbursed to them.

6. ANALYSIS OF RESOURCES EXPENDED

	Unrestricted Funds £	Restricted Funds £	Total Funds 2006 £	Total Funds 2005 £
Charitable activities				
Grants	46,540	-	46,540	45,000
Community funding	2,666	-	2,666	3,520
Rent	2,266	-	2,266	2,416
Rates	108	-	108	99
Room hire	386	296	682	728
Office expenses	922	-	922	1,332
Depreciation	-	32,650	32,650	32,650
Salaries	34,476	2,218	36,694	27,329
Training	440	1,034	1,474	-
Professional fees	-	13,663	13,663	228
Insurance	2,392	-	2,392	2,311
Bank charges	-	60	60	74
Sundry	309	-	309	335
Computer equipment	-	-	-	2,009
Irrecoverable VAT	4,774	-	4,774	4,122
	<u>95,279</u>	<u>49,921</u>	<u>145,200</u>	<u>122,153</u>
Governance costs				
Independent examination costs	<u>1,850</u>	<u>-</u>	<u>1,850</u>	<u>3,145</u>

7. TANGIBLE FIXED ASSETS

	Land and buildings £
Cost	
1 April 2005	1,952,498
Additions	-
31 March 2006	<u>1,952,498</u>
Depreciation	
1 April 2005	97,948
Provision for year	<u>32,650</u>
31 March 2006	<u>130,598</u>
Net Book Value	
31 March 2006	<u>1,821,900</u>
31 March 2005	<u>1,854,550</u>

8. DEBTORS

	2006 £	2005 £
Trade debtors	74,666	23,500
Accrued income	-	7,578
Prepayments	-	7,259
	<u>74,666</u>	<u>38,337</u>

HESTERS WAY PARTNERSHIP LIMITED

NOTES TO THE ACCOUNTS - continued

FOR THE YEAR ENDED 31 MARCH 2006

9. CREDITORS: Amounts falling due within one year	2006	2005
	£	£
Trade creditors re Hesters Way Neighbourhood Project	43,705	10,775
VAT payable	996	6,273
Accruals	6,174	2,500
Deferred income re SACS project	9,160	12,030
	<u>60,035</u>	<u>31,578</u>

10. UNRESTRICTED FUNDS

	General fund
	£
Balance at 1 April 2005	35,164
Net incoming resources before transfers	6,564
Transfer from restricted funds	-
Balance at 31 March 2006	<u>41,728</u>

11. RESTRICTED FUNDS

	Fixed Asset Fund	Other Funds	Total Restricted Funds
	£	£	£
At 1 April 2005	1,854,550	985	1,855,535
Net outgoing resources in the year before transfers	(32,650)	30,892	(1,758)
Transfer to general funds	-	-	-
At 31 March 2006	<u>1,821,900</u>	<u>31,877</u>	<u>1,853,777</u>

The fixed asset fund represents the written down value of the freehold land and buildings, against which future depreciation charges will be made.

The other funds represents monies received from Cheltenham Arts Gallery and Museum and others towards a Lifelong Learning Fund and the income and expenditure to date in connection with a new building project.