

COMPANY REGISTRATION NUMBER: 04150037

LEC 2010

**GROUNDWORK SOUTH TEES
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
31 MARCH 2010**

Charity No: 1087917



**GROUNDWORK SOUTH TEES
COMPANY LIMITED BY GUARANTEE
YEAR ENDED 31 MARCH 2010**

CONTENTS	PAGE
Members of the board and professional advisers	1
Trustees annual report	2
Independent auditors' report	7
Statement of financial activities	9
Balance sheet	10
Notes to the financial statements	11

**GROUNDWORK SOUTH TEES
COMPANY LIMITED BY GUARANTEE**

YEAR ENDED 31 MARCH 2010

MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS

The board of trustees

J Goodchild
M J Clarke
A Barber
Professor G Street
Dr M Fishpool
M Wood
J A Garside
M Pickering
K McAuley
Councillor O Peters
Councillor J Walker
Councillor R Rudland
Councillor P Thompson

Company secretary

AJ Wentworth

Registered office

Linthorpe Cemetery Lodge
Burlam Road
Linthorpe
MIDDLESBROUGH
Cleveland
TS5 5AP

Senior Statutory Auditor

C P Beaumont FCA DChA
Clive Owen & Co LLP
Chartered Accountants
& Statutory Auditors
140 Coniscliffe Road
DARLINGTON
Co Durham
DL3 7RT

Bankers

The Royal Bank of Scotland plc
22 Albert Road
Middlesbrough
TS1 1PR

GROUNDWORK SOUTH TEES

COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT

YEAR ENDED 31 MARCH 2010

The trustees, who are also Directors for the purposes of the Companies Act, have pleasure in presenting their report and the financial statements of the charity for the year ended 31 March 2010

RESULTS

The results for the year, and the charity's financial position at the end of the year are shown in the attached financial statements

On 1 July 2009 the Groundwork South Tees, East Durham Groundwork Trust and Groundwork Northumberland (on 21 July 2009) merged with Groundwork North East. All the trust's activities ceased on that date and all assets and liabilities were transferred to Groundwork North East

THE TRUSTEES

The trustees who served the charity during the year were as follows

June Goodchild		Groundwork UK
Michael Joseph Clarke		Private Sector
Allan Geoffrey Barber		Private Sector
Professor Graham Street	(Chairman)	Groundwork UK
Clive Malcolm Spencer	(Resigned 5 June 2009)	Private Sector
Dr Mark Fishpool		Private Sector
Marilyn Ethnie Wood		Voluntary Sector
Jeremy Alexander Garside		Private Sector
Mavis Pickering		Voluntary Sector
Philip Trevor Hawkins	(Resigned 22 June 2009)	Voluntary Sector
Kevin McAuley		Private Sector
Councillor Olwyn Peters		Redcar & Cleveland Borough Council
Councillor Jeanette Walker		Middlesbrough Council
Michael Albert Kilby	(Resigned 10 August 2009)	Voluntary Sector
Councillor Richard Rudland		Redcar & Cleveland Borough Council
Councillor Paul Thompson		Middlesbrough Council

Chris Watson, executive director of Groundwork South Tees, was responsible for the day to day management of the Trust until 30 June 2009. From the date of the merger on 1 July 2009 Kate Culverhouse, managing director of Groundwork North East was responsible for the day to day management of the Trust

STRUCTURE, GOVERNANCE AND MANAGEMENT

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

The Trust is part of a national network of independent Trusts co-ordinated by the Groundwork National office, and the trust continues to play a leading role in the development of Groundwork in the UK. Each trust works with their local partners to improve the quality of the local environment, the lives of local people and the success of local businesses. The head office of Groundwork UK is in Birmingham

GROUNDWORK SOUTH TEES
COMPANY LIMITED BY GUARANTEE
TRUSTEES ANNUAL REPORT
YEAR ENDED 31 MARCH 2010

Recruitment and appointment of new trustees

On appointment each director signs a declaration of suitability and completes a register of interests. They are given an information pack which includes the memorandum and articles of association, the board terms of reference and director's job description, the finance regulations and organisation charts of the staff and subgroup structure.

Induction and training of trustees

A more comprehensive Board Induction folder is available to all trustees and includes policy documents. Potential members meet with the Managing Director for Trust induction. Members are invited to sit on Sub Groups.

Organisational Structure

The Board comprises between six and nineteen directors. The member of the company may nominate up to eleven directors to serve for a period of up to three years. The nominated directors and the members nominating may co-opt up to eight directors for a period of up to two years. The directors meet six times a year, including meetings at which the annual budget and five-year business plan are considered and approved.

Related parties

The Trust is part of a national network of trusts being part of the Groundwork Federation. The Trustees represent local authorities, businesses, community & voluntary organisations which are detailed on page two.

Risk Management

The trust has a thorough operational risk assessment policy, which is reviewed regularly at board meetings, it covers reputation, financial, operational (regulatory and delivery), people, external factors, continuity and commercial operations. The appropriate measures are taken to address any changes to the risk profile identified.

OBJECTIVES AND ACTIVITIES

Our vision – the kind of world we want to see

Our vision is of a society of sustainable communities which are vibrant, healthy and safe, which respect the local and global environment and where individuals and enterprise prosper.

Our mission – our role in making the vision a reality

Our mission is to transform lives and places in communities in need in the UK.

Our impact – what will change as a result of our involvement

We will be an outcome-driven organisation and will measure the impact of our work on the quality of life in the communities we serve. Our work will result in:

- better local environments
- people more satisfied with the places where they live
- people more empowered to engage in local decision-making
- people and organisations better equipped to connect with economic opportunity
- people behaving in ways which are healthier, more community-minded and more respectful of the environment

GROUNDWORK SOUTH TEES
COMPANY LIMITED BY GUARANTEE
TRUSTEES ANNUAL REPORT
YEAR ENDED 31 MARCH 2010

OBJECTIVES AND ACTIVITIES

Groundwork North East has established the following strategic priorities

Improving our delivery

Through the creation of Groundwork North East we strengthen our ability to develop and deliver by

- Building on our successful employment programmes across the region,
- Creating our first EBS team in the North East,
- Delivering quality community led activity across our communities of greatest need,
- Expanding our youth programme to realise the potential of young people across the region,
- Delivering land improvements through the regional land team, and
- Establishing new areas of work and customer base

Public benefit

The charity's aims and achievements are set out within this report. The activities set out in this report have been undertaken to further the Trust's charitable purposes for the public benefit. The trustees have complied with the duty under Section 4 of the Charities Act 2006 to have due regard to public benefit guidance published by the Charities Commission and the trustees have paid due regard to this guidance in deciding what activities the Trust should undertake.

Role of Volunteers

The trust is grateful for the assistance of a number of volunteers during the year who assist on a variety of projects.

Donations

There were no charitable donations during the year ended 31 March 2010.

GROUNDWORK SOUTH TEES
COMPANY LIMITED BY GUARANTEE
TRUSTEES ANNUAL REPORT
YEAR ENDED 31 MARCH 2010

FINANCIAL REVIEW

Turnover for the year to 31 March 2010 was £244,289

Investment Powers

Under the Memorandum and Articles of Association, the trust has the power to make any investment which the Board sees fit

Reserves Policy

The Trust has considered it prudent to maintain unrestricted funds and target reserves have been based on a reserve equivalent to six months staff and overhead costs however following the merger it is no longer necessary to maintain reserves and the unrestricted reserves at 31 March 2010 were £nil

Grantmaking Policy

Grants are made to organisations consistent with the requirements of the funding source. All grants are made from restricted funds obtained for this reason

ACHIEVEMENTS AND PERFORMANCE

During the year the Trust has

- Fully engaged in the merger process along with Groundwork East Durham, Groundwork West Durham & Darlington, Groundwork Northumberland and Groundwork Regional Office,
- Working with the region to agree governance and management structure for the new entity, terms & conditions for staff and transfer of assets and liabilities,
- Engaged partners to ensure support to the process and ensuring continued local presence,
- Ensured delivery of programmes locally in Tees Valley has continued uninterrupted and is of a consistent high quality as usual, engaging local communities and partners in shaping local delivery, and,
- Prepared to expand programme area from activity currently led by the Trust to develop new opportunities open to the organisation from a broader regional approach including landscape, EBS and employment opportunities (mainly through national Future Jobs Fund programme)

GROUNDWORK SOUTH TEES
COMPANY LIMITED BY GUARANTEE
TRUSTEES ANNUAL REPORT
YEAR ENDED 31 MARCH 2010

TRUSTEES' RESPONSIBILITIES

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 charity at the end of the year and of the incoming and outgoing resources for the year then ended

In preparing those financial statements, the trustees are required to select suitable accounting policies and then apply them consistently, making judgements and estimates that are reasonable and prudent. The trustees must also prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue its activities

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Companies Act 2006. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

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

Registered office
Grosvenor House
29 Market Place
BISHOP AUCKLAND
Co Durham
DL14 7NP

Signed by order of the trustees


G Street
Trustee

25 November 2010

GROUNDWORK SOUTH TEES
COMPANY LIMITED BY GUARANTEE
INDEPENDENT AUDITORS' REPORT TO THE MEMBERS
OF GROUNDWORK SOUTH TEES
YEAR ENDED 31 MARCH 2010

We have audited the financial statements of Groundwork South Tees for the year ended 31 March 2010 on pages nine to twenty one. The financial statements have been prepared under the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (effective April 2008).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

The trustees' (who are also the directors of the charitable company for the purposes of company law) responsibilities for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and for being satisfied that the financial statements give a true and fair view are set out on page six.

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, are properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice and are prepared in accordance with the Companies Act 2006. We also report to you whether, in our opinion, the information given in the Report of the Trustees is consistent with those financial statements.

In addition, we report to you if, in our opinion, the charitable company has not kept adequate accounting records, if the charitable company'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 certain disclosures of trustees' remuneration specified by law are not made.

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

Basis of audit opinion

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

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

**GROUNDWORK SOUTH TEES
COMPANY LIMITED BY GUARANTEE
INDEPENDENT AUDITORS' REPORT TO THE MEMBERS
OF GROUNDWORK SOUTH TEES
YEAR ENDED 31 MARCH 2010**

Opinion

In our opinion

- the financial statements give a true and fair view of the state of the charitable company's affairs as at 31 March 2010 and of its incoming resources and application of resources, including its income and expenditure, for the year the ended,
- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities,
- the financial statements have been prepared in accordance with the Companies Act 2006, and
- the information given in the Report of the Trustees is consistent with the financial statements



C P Beaumont FCA DChA (Senior Statutory Auditor)
For and on behalf of Clive Owen & Co LLP
Chartered Accountants
& Statutory Auditors
140 Coniscliffe Road
DARLINGTON
Co Durham
DL3 7RT

25 November 2010

GROUNDWORK SOUTH TEES
COMPANY LIMITED BY GUARANTEE
STATEMENT OF FINANCIAL ACTIVITIES (Incorporating an Income and
Expenditure Account)

YEAR ENDED 31 MARCH 2010

	Note	Unrestricted Funds General £	Restricted Funds £	Total Funds 2010 £	Total Funds 2009 £
INCOMING RESOURCES					
Incoming resources from generated funds:					
Voluntary income	2	29,356	-	29,356	116,060
Investment income		-	-	-	20,924
Income from charitable activities:					
Grants receivable	3	-	214,158	214,158	1,004,805
Other incoming resources		775	-	775	-
TOTAL INCOMING RESOURCES		<u>30,131</u>	<u>214,158</u>	<u>244,289</u>	<u>1,141,789</u>
RESOURCES EXPENDED					
Costs of generating funds:					
Fundraising and publicity		-	-	-	-
Charitable expenditure:					
Charitable Activities	4,5	53,063	199,838	252,901	1,135,505
Governance	6	-	-	-	3,336
TOTAL RESOURCES EXPENDED		<u>53,063</u>	<u>199,838</u>	<u>252,901</u>	<u>1,138,841</u>
NET (OUTGOING)/INCOMING RESOURCES BEFORE TRANSFERS		(22,932)	14,320	(8,612)	2,948
Transfer between funds		<u>14,320</u>	<u>(14,320)</u>	<u>-</u>	<u>-</u>
NET (OUTGOING)/INCOMING RESOURCES FOR THE YEAR		(8,612)	-	(8,612)	2,948
OTHER RECOGNISED GAINS AND LOSSES					
Transfer of funds on merger		(353,354)	-	(353,354)	-
Net movement in funds relating to year		(361,966)	-	(361,966)	2,948
Balances brought forward		<u>361,966</u>	<u>-</u>	<u>361,966</u>	<u>359,018</u>
Balances carried forward		<u>-</u>	<u>-</u>	<u>-</u>	<u>361,966</u>

All activities were discontinued on 30 June 2009 and transferred upon merger with Groundwork North East to the merged trust

There were no other recognised gains and losses during the year

**GROUNDWORK SOUTH TEES
COMPANY LIMITED BY GUARANTEE
BALANCE SHEET**

YEAR ENDED 31 MARCH 2010

	Note	2010 £	2009 £
FIXED ASSETS			
Tangible assets	9	-	54,631
CURRENT ASSETS			
Debtors	10	-	382,028
Cash at bank and in hand		15,536	352,500
		-	734,528
CREDITORS: Amounts falling due within one year	11	(15,536)	(427,193)
NET CURRENT ASSETS		-	307,335
TOTAL ASSETS LESS CURRENT LIABILITIES		-	361,966
CREDITORS: Amounts falling due after more than one year	13	-	-
NET ASSETS		-	361,966
FUNDS			
Restricted	14	-	-
Unrestricted		-	361,966
TOTAL FUNDS		-	361,966

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

These financial statements were approved by the members of the committee on the 25 November 2010 and are signed on their behalf by

Graham Street

G Street
Trustee

**GROUNDWORK SOUTH TEES
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2010**

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities

Grants

Grants on capital expenditure are credited to a deferral account and are released to revenue over the expected useful lives of the relevant assets

Project grants are included in creditors and are released to the statement of financial activities over the life of the project

Grants of a revenue nature are credited to income in the period to which they relate

Investment income

Investment income is recognised in the accounts when it is received

Gifts in kind

The values attributed to gifts in kind are the amounts actually realised

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the trust. Unrestricted funds include general funds and funds designated for particular purposes

GROUNDWORK SOUTH TEES
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2010

1. ACCOUNTING POLICIES *(continued)*

Restricted funds are subject to specific restrictive conditions imposed by founders or by the purpose of the appeal. All income and expenditure is shown in the statement of financial activities.

Recognition of surpluses on projects

Throughout the year no surplus is taken on a project. At the year end a review of project completion is undertaken and surpluses are recognised in line with the proportion of the project completed.

Resources expended

The cost headings comprise expenditure, including staff costs, directly attributable to the activity. Where costs cannot be directly attributed they have been allocated to activities on a basis consistent with use of the resources.

Support costs comprise all services supplied centrally identifiable as wholly or mainly in support of charitable expenditure and include general overheads. Support costs have been allocated to charitable expenditure on a basis consistent with their use of resources.

Governance costs include the costs of providing the governance infrastructure to the charity.

Central overheads are allocated on the basis of their use, with the aim of ensuring that those costs remaining within administration relate to the management of the Trust's assets, organisational administration and compliance with constitutional and statutory requirements.

Fixed assets and depreciation

All fixed assets are recorded initially at cost. Freehold property is included at open market value, which is updated every five years by an independent professional valuer.

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Leasehold Improvements	-	over remaining unexpired term of the lease
Furniture and equipment	-	over 5 years
Computers and Software	-	over 3 years

GROUNDWORK SOUTH TEES
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2010

1. ACCOUNTING POLICIES *(continued)*

Value added tax

As a significant proportion of the charity's activities are classified as non-business activities for the purposes of value added tax, the charitable company is unable to reclaim all the value added tax on purchases. Expenditure in these financial statements is shown exclusive of value added tax with the irrecoverable tax being included within support costs.

Taxation

No provision has been made for corporation or deferred tax as the charity is a registered charity and is therefore exempt.

Pension costs

The charity operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the charity. The annual contributions payable are charged to the Statement of Financial Activities.

GROUNDWORK SOUTH TEES
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2010

2. INCOMING RESOURCES FROM GENERATING FUNDS

Voluntary income:

	Unrestricted Funds	Total Funds 2010	Total Funds 2009
	£	£	£
Grants for core funding	26,356	26,356	104,060
Donated facilities	3,000	3,000	12,000
	<u>29,356</u>	<u>29,356</u>	<u>116,060</u>

The Trust's premises at Linthorpe Cemetery Lodge, Middlesbrough are occupied under a twelve-year rent free lease from Middlesbrough Council. The valuation of £12,000 per annum is based on the open market value of similar properties.

3. GRANTS RECEIVABLE

Income from projects was provided by

	Unrestricted Funds	Restricted Funds	Total Funds 2010	Total Funds 2009
	£	£	£	£
Central government	-	20,500	20,500	131,220
Public agencies	-	7,445	7,445	52,428
Local authority	-	126,484	126,484	537,335
Private sector	-	59,729	59,729	283,822
	<u>-</u>	<u>214,158</u>	<u>214,158</u>	<u>1,004,805</u>

GROUNDWORK SOUTH TEES
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2010

3. GRANTS RECEIVABLE (*continued*)

Income was received for:

	Unrestricted Funds	Restricted Funds	Total Funds 2010	Total Funds 2009
	£	£	£	£
Communities	-	45,544	45,544	-
Young People	-	-	-	136,910
Land	-	147,400	147,400	767,135
Employment	-	14,700	14,700	-
Education	-	6,514	6,514	100,760
	<u>-</u>	<u>214,158</u>	<u>214,158</u>	<u>1,004,805</u>

4. CHARITABLE ACTIVITY COSTS

	Direct Costs	Grant Funding	Support Costs	Total Funds 2010	Total Funds 2009
	£	£	£	£	£
Communities	56,379	3,729	15,960	76,068	-
Young People	-	-	-	-	162,744
Land	106,945	13,884	32,084	152,913	879,925
Employment	11,962	339	3,266	15,567	-
Education	6,584	16	1,753	8,353	92,836
	<u>181,870</u>	<u>17,968</u>	<u>53,063</u>	<u>252,901</u>	<u>1,135,505</u>

Grants payable included in the above:

	Unrestricted Funds	Restricted Funds	Total Funds 2010	Total Funds 2009
	£	£	£	£
Stockton Borough Council	-	9,468	9,468	-
Redcar & Cleveland Borough Council	-	8,500	8,500	-
	<u>-</u>	<u>17,968</u>	<u>17,968</u>	<u>-</u>

GROUNDWORK SOUTH TEES
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2010

5. SUPPORT COSTS

	Staff Costs	Depreciation	Other Costs	Total Funds 2010	Total Funds 2009
	£	£	£	£	£
Communities	9,042	1,165	5,753	15,960	-
Young People	-	-	-	-	60,235
Land	18,177	2,341	11,566	32,084	146,142
Employment	1,850	238	1,178	3,266	-
Education	993	128	632	1,753	33,997
Business	-	-	-	-	-
	<u>30,062</u>	<u>3,872</u>	<u>19,129</u>	<u>53,063</u>	<u>240,374</u>

Support costs relating directly to an activity have been apportioned directly to those activities
All other support costs have been allocated against the activities in proportion to direct charitable expenditure

6. GOVERNANCE

	2010	2009
	£	£
Audit and accountancy fees	-	2,800
Legal and professional	-	536
	<u>-</u>	<u>3,336</u>

**GROUNDWORK SOUTH TEES
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2010**

7. WAGES AND SALARIES

The aggregate payroll costs were:	Unrestricted Funds	Total Funds 2010	Total Funds 2009
	£	£	£
Wages and salaries	100,350	100,350	399,201
Social security costs	10,103	10,103	38,951
Pension costs	7,406	7,406	30,857
	<u>117,859</u>	<u>117,859</u>	<u>469,009</u>

Particulars of employees:

The average number of staff employed during the financial year amounted to

	2010	2009
Number of charitable staff	<u>15</u>	<u>16</u>

No employee was paid more than £60,000 during the year

Trustees were not remunerated for any services in the year. During the year, trustees were reimbursed for travel costs amounting to £ nil (2009 £nil)

8. NET (OUTGOING) / INCOMING RESOURCES BEFORE TRANSFERS

Net (outgoing) / incoming resources before transfers is stated after charging/ (crediting)	2010	2009
	£	£
Depreciation	3,872	16,831
Audit fee	<u>-</u>	<u>2,800</u>

GROUNDWORK SOUTH TEES
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2010

9. TANGIBLE FIXED ASSETS

	Leasehold Improvements	Furniture and equipment	Computers and software	Total
	£	£	£	£
COST				
At 1 April 2009	138,575	22,274	19,409	180,258
Additions	-	-	-	-
Disposals	(138,575)	(22,274)	(19,409)	(180,258)
	-	-	-	-
At 31 March 2010	-	-	-	-
DEPRECIATION				
At 1 April 2009	85,424	20,794	19,409	125,627
Charge for the year	3,576	296	-	3,872
On disposals	(89,000)	(21,090)	(19,409)	(129,499)
	-	-	-	-
At 31 March 2010	-	-	-	-
NET BOOK VALUE				
At 31 March 2010	-	-	-	-
At 31 March 2009	53,151	1,480	-	54,631

All assets held by the Trust are used collectively for charitable purposes

10. DEBTORS

	2010	2009
	£	£
Trade Debtors	-	363,095
Prepayments	-	18,933
	-	382,028

GROUNDWORK SOUTH TEES
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2010

11. CREDITORS: Amounts falling due within one year

	2010	2009
	£	£
Trade creditors	-	108,773
Taxation and social security	-	38,100
Deferred income	-	279,320
Accruals and other creditors	15,536	1,000
	<u>15,536</u>	<u>427,193</u>

Deferred income consists of:

	Balance at 1 Apr 2009 £	Received in year £	Released to income £	Transferred upon merger £	Balance at 31 Mar 2010 £
Performance grants where services not yet provided	<u>279,320</u>	<u>210,679</u>	<u>(214,158)</u>	<u>(275,841)</u>	<u>-</u>

12. COMMITMENTS UNDER OPERATING LEASES

At 31 March 2010 the charity had annual commitments under non-cancellable operating leases as set out below

Operating leases which expire:

	Land and Buildings 2010 £	2009 £	Assets other than Land and Buildings 2010 £	2009 £
Within 2 to 5 years	<u>-</u>	<u>8,000</u>	<u>-</u>	<u>818</u>
	<u>-</u>	<u>8,000</u>	<u>-</u>	<u>818</u>

13. PENSIONS

The charity operates a defined contribution pension scheme for employees. During the year ended 31 March 2010, the total employer's contributions charged for these schemes amounted to £ 7,406 (2009 £ 30,857). The amount outstanding at the year end was £nil (2009 £nil).

GROUNDWORK SOUTH TEES
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2010

14. RESTRICTED FUNDS

	Balance at 1 Apr 2009	Incoming	Outgoing & Transfers	Balance at 31 Mar 2010
	£	£	£	£
Project Funds	-	214,158	(214,158)	-
	-	214,158	(214,158)	-

Project Funds represent funding to enable specific projects to be undertaken in the year. Management charges agreed with funders are transferred to unrestricted funds.

15. RELATED PARTY TRANSACTIONS

The Trust is part of a national network of trusts being part of the Groundwork Federation. Any trading activities with other trusts is at arms length on normal commercial terms. The Trustees represent local authorities, businesses, community & voluntary organisations. All transactions with these bodies are on an arms length basis.

16. CONTROLLING PARTIES

The company is controlled by the board of trustees, there being no issued share capital, and as such is not under the direct control of any individual.

17. COMPANY LIMITED BY GUARANTEE

The company is limited by guarantee. At 31 March 2010 there were 5 members each of whom had undertaken to contribute an amount not exceeding £1 in the event of winding up.

GROUNDWORK SOUTH TEES
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2010

18. OTHER GROUNDWORK TRUSTS

The following amounts were due by other Groundwork Trusts at 31 March 2010 and are included in trade debtors

	Turnover	Balance
	2010	2010
	£	£
Groundwork UK	7,000	-
	<u>7,000</u>	<u>-</u>

The following amounts were due to other Groundwork Trusts at 31 March 2010 are included in other creditors

	Turnover	Balance
	2010	2010
	£	£
Groundwork North East	15,536	15,536
Groundwork UK	368	-
	<u>15,904</u>	<u>15,536</u>