

THE WYE AND USK FOUNDATION

A company limited by guarantee and not having a share capital

Registered Charity No: 1080319

Company No: 3343965

Financial Statements for the Year Ended 31st December 2004

THE WYE AND USK FOUNDATION

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THE WYE AND USK FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trust Secretary
C R King-Farlow

Registered Office

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Email: admin@wyeuskfoundation.org

Bankers

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Builth Wells
Powys
LD2 3AH

Lloyds TSB Bank Plc
8 High Town
Hereford
Herefordshire
HR1 2AE

Registered Auditor

Mazars LLP
8 New Fields
2 Stinsford Road
Nuffield
Poole
Dorset
BH17 0NF

THE WYE AND USK FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2004

The Trustees present their report along with the financial statements of the charity for the year ended 31 December 2004. The financial statements have been prepared on the accounting policies set out in note 1 to the financial statements. The financial statements comply with the Memorandum and Articles of Association, applicable law and the requirements of the Statement of Recommended Practice, "Accounting and Reporting by Charities" issued in October 2000.

Governing Instrument and Constitution

The Wye & Usk Foundation is a company limited by guarantee and is a registered charity. It is governed by its Memorandum and Articles of Association.

Trustees

The Trustees at the end of 2004 were-

N Brabner
C Brain
Major P Darling
J Gibbs
J Heron
J C O R H Hopkinson (retired 12 March 2005)
N J S James (Chairman)
R E James (retired 12 March 2005)
D Jones Powell
C R King – Farlow (Company Secretary)
R Murray
A G Pope
D R Shukman (retired 12 March 2005)
P Smith
M Timmis (appointed 14 February 2004):

F P G Aldrich-Blake and A J Norman were appointed as trustees on 12 March and 21 May 2005 respectively.

The Articles provide -

Any trustee who shall desire to retire shall notify such desire in writing to the secretary and thereupon his name shall be removed from the list of trustees and he shall cease to be a member of the trust but only if there remain at least three other trustees.

At the conclusion of each annual meeting of trustees one quarter or if their number is not three or a multiple of three, the number nearest to one quarter shall retire from office and unless re-elected in accordance with these articles shall on such retirement cease to be members of the trust.

The trustees to retire by rotation shall be those who have been longest in office, but as between those who became or were elected trustee on the same day those to retire shall be chosen (unless they otherwise agree among themselves) by lot.

The re-election of a trustee for a second term of office shall require the approval of a simple majority of trustees but a third or further term of office shall require the approval of a three quarters majority, such majorities are to be calculated by reference to those trustees voting at the relevant meeting.

THE WYE AND USK FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2004 (continued)

Officers

At the end of 2004 the principal officers of the Trust were:

S J Marsh – Smith	(Director)
S C A Evans	(Deputy Director)
R Littlefair	(Financial Officer)
L Macdonald Ames	(Head of Operations)
S Johnson Marshall	(Marketing Officer)
W Lodge	(Administrative Officer)

Steering Group

The direction and supervision of the work in furtherance of the Foundation's objectives have been delegated to a group comprising representatives of the partnerships in which the Foundation leads. One or more trustees are present on this group and have a final say on all issues involving liability for the Foundation.

At the year-end the Steering Group comprised:

Nick Brabner	(Wye and Usk Foundation)
Patrick Darling	(Wye and Usk Foundation)
Chris Dyson	(Countryside Council for Wales)
John Evans	(Countryside Council for Wales)
Simon Evans	(Wye and Usk Foundation)
John Gibbs	(Wye and Usk Foundation)
Peter Gough	(Environment Agency)
Dyfrig Jones	(The Wildlife Trusts)
Julian Jones	(Radnorshire Wildlife Trust)
Louis MacDonald Ames	(Wye and Usk Foundation)
Dr Stephen Marsh-Smith	(Wye and Usk Foundation)
Seth Johnson Marshall	(Wye and Usk Foundation)
Charles Morgan	(Brecknock Wildlife trust)
Bill Purvis	(Environment Agency)
Norman Tyler	(Country Landowners Association)
Ray Woods	(Countryside Council for Wales)
Andrew Wright	(Forestry Commission)

Objects and Geographical Area

The objects of the Foundation are: -

To conserve, protect, rehabilitate and improve the salmon and other indigenous species of animal and plant life of the rivers Wye and Usk, their tributaries, streams and watercourses ("the River") and the banks, riparian lands and catchments of the river ("the River Corridor") and..

To advance the education of the public in the conservation of rivers, river corridors and their animal and plant life and the need for conservation, protection, rehabilitation and improvement of such environments.

THE WYE AND USK FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2004 (continued)

Policies

The Foundation's main policy is to make significant improvements to the two rivers through self financing projects which allow local communities to sustain them without continuous support. The Foundation is keen to establish partnerships in all sectors to achieve this end. Associated with this are a number of policies and practices relating to fiscal prudence. The Foundation has written policies relating to Environment, Equal Opportunities, IT, Health and Safety.

Financial results and future activities

2004 has been a very successful year for the Foundation. Activities have centred around the 'pHish' project (Powys Habitat Improvement Scheme) and UP!, the Usk project. Both are multi functional schemes to restore the respective fisheries of the Wye and Usk, with the activities concentrated in south Powys. Funding is derived from a partnership involving Environment Agency Wales, The Countryside Council for Wales, Forestry Commission, University of Cardiff and others and EU funds are drawn down from the European Regional Development Fund (ERDF) Objective 2 and Transitional areas.

pHish has completed its second (of three) years and good results are being achieved in respect of the habitat restoration work, liming to counteract the effects acid rain, the hatchery and marketing and litter management. The scheme to market the area, the 'Wye and Usk Passport' has received strong support and acclaim from informed sources. The project received the Wild Trout Trust's premier award in October 2004. pHish systems controls were audited by the Welsh European Funding Office (WEFO) Article 4 verification team and we received a very satisfactory commendation.

The Usk Project, which operates over two funding zones, has been in operation for 12 months. Habitat restoration, barrier removal and marketing including the 'Wye and Usk Passport' have been the main activities.

There is now evidence that the Foundation's work is having a significant effect on fish stocks and other indigenous species. On the Wye, stock levels of Atlantic salmon have risen from a desperately low point for several consecutive years with 2004 being the best this century. The threatened white clawed crayfish has been found to have increased its numbers particularly in the river Edw where the Foundation has restored a substantial length. Brown trout have increased to levels of sustainability throughout the Wye catchment.

Elsewhere lobbying to achieve appropriate abstraction levels and conservative exploitation levels and cooperation with partners in achieving our objectives remain regular aspects of the Foundation's activities. We have run a number of field trips and conduct regular seminars and meetings. In May, the Foundation organised the Association of Rivers Trusts' spring seminar with a number of noted speakers and a field trip to study the effects and counteraction of the effects of acid rain.

Organisational structure

The expansion of our project activity has required additional support staff. Simon Evans, Head of fisheries with a sister trust has joined as Deputy Director and Bob Littlefair, previously with Nottinghamshire Wildlife Trust takes over as principal finance officer. The Foundation considers itself very fortunate to have secured the services of two very experienced members of staff. Our work force is strengthened with the appointment of two supervisors from our own teams. The average number of staff employed in 2004 was 16. It is hoped that with the extra staff additional time will be freed to develop future projects.

THE WYE AND USK FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2004 (continued)

Investment policy

The Trust Deed confers the powers on the Trustees to invest both the capital and income of the Foundation in any manner as the Trustees in their discretion think fit. The policy is to keep any surplus funds in short term deposits or securities which can be accessed readily.

The Foundation currently does not have investments that require a detailed review of performance and performance targets. The overriding requisite has been that funds were available for activities in pursuit of our objects.

Reserves policy

It is the aim of the trustees to generate a level of reserves to carry out the objectives of the Foundation. Due to the nature and urgency with which our funds are applied, this is not always possible. The trustees are satisfied that adequate resources are available to meet all obligations, but they will seek to establish as soon as practicable a level of reserves sufficient to meet cash flow requirements without occasional recourse to overdraft facilities. The actual level of free reserves for the year ended 31 December 2004 is £7,275.

Risk management

The Trustees regularly review the major risks which the charity faces. Commercial risk is managed on an overall basis as well as on a project by project basis. Risk assessments are properly undertaken and updated, with employees receiving the appropriate training. Our insurance cover is provided by a reputable company and reviewed annually to ensure that levels of cover are adequate for our changing needs.

Voluntary help and gifts in kind

May we take this opportunity to thank all our donors and supporters for the continuing support and endorsement they give to the Foundation. It is thanks to this generosity that the level of activity has been raised to where it is today, and that we are able to commend to you another year of significant progress.

THE WYE AND USK FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2004 (continued)

Statement of Trustees' responsibilities

The trustees are required to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charity and the incoming resources and application of resources, including the net income or expenditure, of the company for the year. In preparing those financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- Prepare the financial statements on the going-concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for ensuring that the charity has appropriate system of controls, financial and otherwise. They are also responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Foundation and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Foundation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities and to provide reasonable reassurance that:

- The Foundation is operating efficiently and effectively
- Its assets are safeguarded against unauthorised use or disposition
- Proper records are maintained and financial information used within the Foundation or for publication is reliable
- The Foundation complies with relevant laws and regulations

Auditors

Mazars LLP were appointed by the Board as the independent auditor to the Charity during the year. In accordance with section 385 of the Companies Act 1985, a resolution proposing that Mazars LLP be reappointed as auditors of the charity will be put to the annual general meeting.

This 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.

Approved by the Trustees and signed on their behalf by:

C R King-Farlow

Trustee

Date: 27 July 2005

THE WYE AND USK FOUNDATION

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE WYE AND USK FOUNDATION

We have audited the financial statements of the Wye and Usk Foundation for the year ended 31 December 2004 which comprise the Statement of Financial Activities, the Balance Sheet and related notes. These financial statements have been prepared under the historical cost and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of 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 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 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 trustees and auditors

The trustees' (who are also the directors of the Wye and Usk Foundation for the purposes of company law) responsibilities for preparing the trustees' annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards 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 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' annual 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 trustees' remuneration and transactions with the company is not disclosed.

We read other information contained in the trustees' annual report, and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

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 judgements 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.

THE WYE AND USK FOUNDATION

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE WYE AND USK FOUNDATION (continued)

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 2004 and of its incoming resources and application of resources, including its income and expenditure, in the year then ended and have been properly prepared in accordance with the Companies Act 1985.

MAZARS LLP

Chartered Accountants and Registered Auditors

8 New Fields, 2 Stinsford Road

Nuffield

Poole

Dorset

BH17 0NF

Date: 5 August 2005

THE WYE AND USK FOUNDATION

Statement of financial activities (including income and expenditure) For the year ended 31 December 2004

	Notes	Unrestricted funds £	Restricted funds £	Total funds £	As restated 2003 £
Incoming resources					
Donations and similar incoming resources	2	8,523	248,918	257,441	119,290
Activities in furtherance of the charity's objects:					
Project income	3	-	443,171	443,171	438,306
Activities for generating funds:					
Income of trading	4	457	-	457	-
Investment income	5	293	170	463	824
Total incoming resources		<u>9,273</u>	<u>692,259</u>	<u>701,532</u>	<u>558,420</u>
Less: cost of generating funds					
Fundraising and publicity	7	1,297	-	1,297	1,591
Expenditure of trading	8	861	-	861	-
		<u>2,158</u>	<u>-</u>	<u>2,158</u>	<u>1,591</u>
Net incoming resources available for charitable application		<u>7,115</u>	<u>692,259</u>	<u>699,374</u>	<u>556,829</u>
Charitable expenditure					
Costs of activities in furtherance of the charity's objects:					
Project expenditure	9	-	669,403	669,403	477,553
Support costs	11	338	51,790	52,128	40,038
Management and administration	13	4,730	1,578	6,308	3,496
Total charitable expenditure		<u>5,068</u>	<u>722,771</u>	<u>727,839</u>	<u>521,087</u>
Total resources expended		<u>7,226</u>	<u>722,771</u>	<u>729,997</u>	<u>522,678</u>
Net incoming/(outgoing) resources before transfers		2,047	(30,512)	(28,465)	35,742
Transfer between Funds	19	(41,967)	41,967	-	-
Net incoming/(outgoing) resources		<u>(39,920)</u>	<u>11,455</u>	<u>(28,465)</u>	<u>35,742</u>
Funds at 1 January 2004	19	47,195	9,036	56,231	20,489
Funds at 31 December 2004	19	<u>7,275</u>	<u>20,491</u>	<u>27,766</u>	<u>56,231</u>

All of the company's activities are classed as continuing. Movements on reserves and all recognised gains and losses are shown above.

THE WYE AND USK FOUNDATION

Balance Sheet as at 31st December 2004

	Notes	2004 £	2003 £ As restated
Fixed assets			
Furniture and equipment	15	30,459	17,244
Current assets			
Stock	16	25	-
Debtors	17	28,207	12,503
Cash at bank and in hand		5,339	49,484
		<u>33,571</u>	<u>61,987</u>
Creditors: Amounts falling due within one year	18	36,264	23,000
		<u>(2,693)</u>	<u>38,987</u>
Net current (liabilities)/assets			
		<u>27,766</u>	<u>56,231</u>
Funds			
Unrestricted funds:			
General fund	19	7,275	47,195
Restricted funds	19	20,491	9,036
		<u>27,766</u>	<u>56,231</u>
Total funds	19	<u>27,766</u>	<u>56,231</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the Trustees on 27 July 2005

Signed on their behalf by:

N J S James

THE WYE AND USK FOUNDATION

Notes forming part of the financial statements for the year ended 31st December 2004

1. Principal accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards. In preparing the financial statements the charity follows best practice as set out in the Statement of Recommended Practice “Accounting and Reporting by Charities” (SORP) issued in October 2000.

1.2 Gifts in kind

Voluntary income received by way of donations to the charity is included in full in the Statement of Financial Activities when receivable. Gifts in kind are included at market value and as resources expended at the same value when distributed.

1.3 Intangible income

During the year the Foundation received substantial support in terms of donated services. The policy regarding this support has changed so that donated services given to projects is recognised as intangible income in the period to which it relates and valued according to accepted project rates. No income is recognised when there is no financial cost borne by a third party.

1.4 Incoming resources

Income is recognised in the period in which the charity is entitled to receipt and the amount can be measured with reasonable certainty. Income is deferred only when the charity has to fulfill conditions before becoming entitled to it or where the donor has specified that the income is to be expended in a future period.

Grants from the government and other agencies have been included as income from activities in furtherance of the charity’s objects where these amount to a contract for services, but as donations where the money is given in response to an appeal or with greater freedom of use.

In accordance with this policy, legacies are included when the charity is advised by the personal representative of an estate that payment will be made or property transferred and the amount involved can be quantified.

1.5 Grants receivable

Government grants are accrued on a linear basis in line with the expected expenditure profile. Therefore, grant income for a period immediately prior to the year end, where expenditure has been defrayed but not recovered, is accrued for.

1.6 Resources expended and basis of allocation of costs

Expenditure on operational programmes is recognised in the period in which it is incurred.

Grants payable to partner organisations for projects are included in the Statement of Financial Activities when approved by the Trustees and agreed with the other organisation.

1.7 Fund-raising costs

These include the salaries, direct expenditure and overhead costs of the staff who promote fund-raising, including events.

THE WYE AND USK FOUNDATION

Notes forming part of the financial statements For the year ended 31st December 2004

1. Principal accounting policies (continued)

1.8 Support costs

Support costs represent the costs incurred by staff directly providing support for the projects, including management, policy and supervision and technical support for projects. Staff costs and overhead expenses are allocated to activities on the basis of staff time spent on those activities, over and above a material de-minimis.

1.9 Costs of managing and administering the charity

These represent costs incurred by finance, human resources, internal audit and directorate departments, attributable to the management of the charity's assets, organisational administration and compliance with constitutional and statutory requirements.

1.10 Funds accounting

Funds held by the charity are:

Unrestricted general funds – these are funds which can be used in accordance with the charitable objects at the discretion of the Trustees.

Restricted funds – these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in notes 19 and 20 to the accounts.

1.11 Transfers

For funds held on behalf of other organisations, transfers between projects are executed at the fund holders' request, provided adequate justification and supporting evidence is supplied.

For funds held for the Trust, transfers are executed for projects which have been completed, but have a remaining surplus. Transfers only take place with the funders' consent.

1.12 Leasing

Rentals applicable to operating leases are charged to the Statement of Financial Activities over the period in which the cost is incurred.

1.13 Stock

Stock is valued at the lower of cost and net realisable value.

1.14 Fixed Assets

Tangible fixed assets are depreciated on a straight-line basis over their estimated useful lives as follows:

	Annual rate
Plant & machinery	25%
Office Equipment	25%
Computer hardware	25%

THE WYE AND USK FOUNDATION

Notes forming part of the financial statements
For the year ended 31st December 2004

1. Principal accounting policies (continued)

1.15 Irrecoverable Value Added Taxation

Irrecoverable Value Added Taxation is aggregated with the expenditure to which it relates.

2. Donations and similar incoming resources

	Unrestricted £	Restricted £	2004 £	As restated 2003 £
Donations				
Donations, appeals and Fund-raising event	8,523	27,820	36,343	40,986
Intangible income				
Seconded services	-	221,098	221,098	78,304
	<u>8,523</u>	<u>248,918</u>	<u>257,441</u>	<u>119,290</u>

3. Project income

	Unrestricted £	Restricted £	2004 £	2003 £
European grants	-	289,189	289,189	401,249
Other organisations	-	153,982	153,982	37,057
	<u>-</u>	<u>443,171</u>	<u>443,171</u>	<u>438,306</u>

4. Income of trading

	Unrestricted £	Restricted £	2004 £	2003 £
Sale of merchandise	<u>457</u>	<u>-</u>	<u>457</u>	<u>-</u>

5. Investment income and interest

	Unrestricted £	Restricted £	2004 £	2003 £
Deposit interest	<u>293</u>	<u>170</u>	<u>463</u>	<u>824</u>

THE WYE AND USK FOUNDATION

Notes forming part of the financial statements For the year ended 31st December 2004

6. Net incoming resources

This is stated after charging:

	2004 £	2003 £
Depreciation of tangible assets	14,662	7,737
Audit	<u>3,750</u>	<u>1,850</u>

7. Fundraising and publicity

	Unrestricted £	Restricted £	2004 £	2003 £
Other costs	<u>1,297</u>	<u>-</u>	<u>1,297</u>	<u>1,591</u>

8. Expenditure of trading

	Unrestricted £	Restricted £	2004 £	2003 £
Opening stock	41	-	41	-
Merchandise purchased	845	-	845	-
Closing stock	(25)	-	(25)	-
	<u>861</u>	<u>-</u>	<u>861</u>	<u>-</u>

9. Project expenditure

	Unrestricted £	Restricted £	2004 £	2003 £
Direct costs	-	400,268	400,268	399,249
Professional costs	-	1,148	1,148	-
Information costs	-	46,889	46,889	-
Seconded services	-	221,098	221,098	78,304
	<u>-</u>	<u>669,403</u>	<u>669,403</u>	<u>477,553</u>

10. Indemnity Insurance

The charity does not pay insurance premiums to indemnify directors and senior staff from any loss arising from the neglect or defaults of directors or staff and any consequent loss.

THE WYE AND USK FOUNDATION

Notes forming part of the financial statements For the year ended 31st December 2004

11. Support costs

	Unrestricted £	Restricted £	2004 £	2003 £
Wages & salaries	292	30,529	30,641	26,618
Travel	46	21,441	21,487	13,420
	<u>338</u>	<u>51,970</u>	<u>52,128</u>	<u>40,038</u>

No employee earned more than £40,000 per annum (2003 - £30,000).

12. Staff numbers

The average number of staff employed by the charity during the year was as follows (full time equivalent)

	Number
Staff deployed in projects	15
Staff deployed in core	1
	<u>16</u>

13. Management and administration of the charity

	Unrestricted £	Restricted £	2004 £	2003 £
Audit	3,750	-	3,750	1,850
Accountancy	325	-	325	-
Bank charges and interest	-	-	-	452
Office costs	655	1,578	2,233	1,194
	<u>4,730</u>	<u>1,578</u>	<u>6,308</u>	<u>3,496</u>

14. Trustees' Remuneration and Expenses

The Trustees received no remuneration from the charity.

One Trustee received reimbursement for travel costs for attending meetings (2003 - £nil).

THE WYE AND USK FOUNDATION

Notes forming part of the financial statements
For the year ended 31st December 2004

15. Fixed assets

	Plant, Machinery & Equipment £
Cost	
At 1 st January 2004	31,327
Additions	27,877
At 31 st December 2004	<u>59,204</u>
Depreciation	
At 1 st January 2004	14,083
Charge for the year	14,662
At 31 st December 2004	<u>28,745</u>
Net Book Value	
At 31 st December 2004	<u>30,459</u>
At 31 st December 2003	<u>17,244</u>

16. Stock

	2004 £	2003 £
Stock of goods for resale	<u>25</u>	<u>-</u>

17. Debtors

	2004 £	2003 £
Trade debtors	1,292	7,695
Grants receivable	24,376	-
Other debtors	2,539	4,808
	<u>28,207</u>	<u>12,503</u>

All debts are due within one year.

THE WYE AND USK FOUNDATION

Notes forming part of the financial statements
For the year ended 31st December 2004

18. Creditors: Amounts falling due within one year

	2004	2003
	£	£
Bank loan and overdraft	9,294	410
Other taxation and Social Security	7,990	4,184
Other creditors	18,980	18,406
	<u>36,264</u>	<u>23,000</u>

19. Funds

	At 1 January 2004 As restated	Incoming	Outgoing	Transfers	At 31 December 2004
	£	£	£	£	£
<u>Restricted funds</u>					
Wye funds					
- Wye	-	52,534	(3,338)	(34,818)	14,378
- Patcher buyout	-	5,400	(5,400)	-	-
- pHish project	9,036	451,442	(554,331)	62,000	(31,853)
	<u>9,036</u>	<u>509,376</u>	<u>(563,069)</u>	<u>27,182</u>	<u>(17,475)</u>
Usk funds					
-Usk	-	18,655	(1,284)	(6,215)	11,156
- Patcher buyout	-	3,600	(3,600)	-	-
- UP! O2 project	-	77,364	(72,542)	10,500	15,322
- UP! Transitional project	-	83,264	(82,276)	10,500	11,488
	<u>-</u>	<u>182,883</u>	<u>(159,702)</u>	<u>14,785</u>	<u>37,966</u>
Restricted funds	9,036	692,259	(722,771)	41,967	20,491
General fund	47,195	9,273	(7,226)	(41,967)	7,275
Total funds	<u>56,231</u>	<u>701,532</u>	<u>(729,997)</u>	<u>-</u>	<u>27,766</u>

Funding transfers from Restricted Funds arise when either the pre-agreed budget for an item of expenditure is overestimated and thus a small surplus is generated, or when a fund closes whilst holding a balance, and with the assent of the funder, the balance is transferred to the Wye or Usk funds as appropriate to support the other work of the Foundation.

THE WYE AND USK FOUNDATION

Notes forming part of the financial statements For the year ended 31st December 2004

20. Restricted Funds: continued

Description of Funds:

The above projects can be summarised as follows:

- Wye fund: this fund receives donations to further the Foundation's objectives in respect of the River Wye. This includes donations from the Wye Salmon Fisheries Owners Association members and was applied mainly via the £1.5 million pHish project.
- pHish project: this Wye project receives and spends funds against a set of criteria set out in the project document and against preset EU targets. This project receives funding from the Wye fund, the European Union and a number of statutory bodies such as the Environmental Agency. Spending in this project is restricted to the geographical area of the Wye catchment that lies in the Objective 2 zone of south Powys.
- Usk fund: this fund receives donations that will be used to further the Foundation's objectives in respect of the River Usk. In 2004, this was applied mainly via the £0.9 million Up! Project.
- UP! O2 project: this Usk project receives and spends funds against a set of criteria set out in the project document and against preset EU targets. This project receives funding from the Usk fund, the EU and a number of statutory bodies such as the Environmental Agency. Spending in this project is restricted to the geographical area of the Usk catchment that lies in the Objective 2 zone of south Powys.
- UP! Transitional project: This Usk project receives and spends funds against a set of criteria set out in the project document and against preset EU targets. This project receives funding from the Usk fund, the EU and a number of statutory bodies such as the Environmental Agency. Spending in this project is restricted to the geographical area of the Usk catchment that lies in the Transitional zone of south Powys.
- Patcher buyout: The Wye and Usk funds both contributed toward a salmon net and patcher buyout.

Explanation of funds in deficit:

- The end of year pHish project deficit has been corrected by a transfer from the Wye fund post the balance sheet date. The Wye fund was in receipt of additional funds post year-end which was sufficient to enable the fund to cover the deficit.

21. Analysis of group net assets between funds

	Unrestricted Funds	Restricted Funds	Total Funds 2004	Total Funds 2003
	£	£	£	£
Fund balances at 31 December 2004 as represented by:				
Fixed assets	-	30,459	30,459	17,244
Net current assets / (liabilities)	7,275	(9,968)	(2,693)	38,987
Total net assets	<u>7,275</u>	<u>20,491</u>	<u>27,766</u>	<u>56,231</u>

THE WYE AND USK FOUNDATION

Notes forming part of the financial statements For the year ended 31st December 2004

22. Related Party Transactions

In the year an amount of £3,467 (2003:£2,196) was paid to the Ireland Moor Syndicate in which Dr S Marsh-Smith has a shareholding for the labour services of one of their employees.

Also during the year an amount of £1,041 (2003:£471) was paid to Dr S Marsh-Smith for the letting of a fishing beat owned by himself.

23. Control

The Charity is controlled by its directors.

24. Prior Year Adjustment

On the 1 January 2004 a provision was carried forward in respect of amounts to be expended on the phish project. This amount has been reclassified as the opening balance of £9,036 on the phish project restricted fund and increased the general fund balance by £5,994. Intangible income amounting to £78,304 has been recognised in the prior period, however as this amount is reflected in both income and expenditure, there is no impact on reserves.