

THE KENNET & AVON CANAL TRUST
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2000

Company Registration Number 726331



THE KENNET & AVON CANAL TRUST

INDEX TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2000

Page No.

1	Trust Council
2	Report of the Council to the Members
3	Auditors Report to the Members
4	Statement of Financial Activities
5	Consolidated Balance Sheet
6	Parent Balance Sheet
7 - 18	Notes to the Financial Statements

THE KENNET & AVON CANAL TRUST

TRUST COUNCIL
FOR THE YEAR ENDED 31ST DECEMBER 2000

A. Bromwich
D. Copley
M. Davis
P. Ellcock
J. Elwell
W. Fisher
J. Forbes
B. Frogatt
C. Hackford
J. Heffer
G. Horn
D. Jupp
R. Knowles
D. Lamb
M. Lee
B. Oram
A. Padwick
B. Poulton
D. Saady
N. Skeet
P. Smith

Attendances at Council meetings during the year are shown below. The maximum number of meetings eligible to be attended is shown in brackets.

A. Bromwich	6(6)	B. Frogatt	1(3)	M. Lee	5(6)
D. Copley	3(6)	C. Hackford	6(6)	B. Oram	5(6)
M. Davis	5(6)	J. Heffer	2(6)	A. Padwick	3(6)
P. Ellcock	1(1)	G. Horn	4(6)	B. Poulton	2(4)
J. Elwell	4(6)	D. Jupp	1(1)	D. Saady	4(6)
W. Fisher	3(6)	R. Knowles	6(6)	N. Skeet	2(6)
J. Forbes	4(6)	D. Lamb	6(6)	P. Smith	4(6)

THE KENNET & AVON CANAL TRUST
A Non-Profit Making Trust Registered As A Charity

REPORT OF THE COUNCIL TO THE MEMBERS
FOR THE YEAR ENDED 31ST DECEMBER 2000

The directors present their report to the members, together with the consolidated annual accounts of the company for the year ended 31st December 2000 .

PRINCIPAL ACTIVITY

The principal activities of the group, which are unchanged since last year, are the restoration, maintenance and promotion of the Kennet and Avon Canal as a through route from Reading to Bristol to serve as a multi-functional amenity.

DIRECTORS

The Board of Directors of the Kennet & Avon Canal Trust is known as the Council. The names of the persons who serve as directors are listed on page 1 and in the 'Butty' sent to all members. The directors of the company receive no remuneration from the company and do not have any pecuniary interests in the company.

DIRECTORS' RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the group and of the profit and loss of the group for that period.

In preparing those financial statements, the directors are required to:

- (a) select suitable accounting policies and apply them consistently;
- (b) make judgments and estimates that are reasonable and prudent;
- (c) prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group will continue to operate.

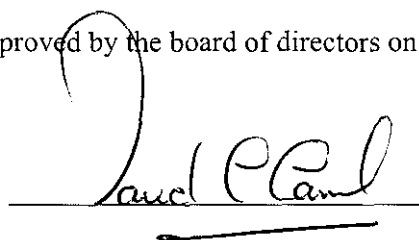
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the group and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

A resolution to re-appoint the auditors will be proposed at the Annual General Meeting.

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

Approved by the board of directors on 18th April 2001 and signed on their behalf by:



A handwritten signature in cursive script, appearing to read 'Paul C. Carl', is written over a horizontal line.

CHAIRMAN

AUDITOR'S REPORT TO THE MEMBERS OF
THE KENNET & AVON CANAL TRUST
FOR THE YEAR ENDED 31ST DECEMBER 2000

We have audited the financial statements on pages 4 to 18 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out on pages 7 and 8.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 2 the company's directors (who are also trustees for the charitable activities of The Kennet & Avon Canal Trust) are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with 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 directors 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 charity and the group's affairs as at 31st December 2000 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 provisions of the Companies Act 1985 applicable to small companies.



DAVID OWEN & CO

Chartered Accountants and Registered Auditors

17 Market Place
Devizes
Wiltshire
SN10 1BA

18th April 2001

THE KENNET & AVON CANAL TRUST

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST DECEMBER 2000**

	<u>Notes</u>	<u>Unres- tricted</u> £	<u>Rest- ricted</u> £	<u>Total 2000</u> £	<u>1999</u> £
INCOME AND EXPENDITURE					
INCOMING RESOURCES					
Subscriptions		47,857	-	47,857	51,558
Donations	2	10,365	-	10,365	111,827
Admissions		20,887	-	20,887	26,394
Fundraising income		18,950	-	18,950	17,214
Grants	3	187,959	2,720	190,679	8,201
Butty sales		6,172	-	6,172	6,515
Rental income		8,911	-	8,911	8,428
Sundry income		896	-	896	1,828
Investment income		9,782	-	9,782	6,004
Trading subsidiary income	4	256,040	-	256,040	256,682
TOTAL INCOMING RESOURCES		<u>567,819</u>	<u>2,720</u>	<u>570,539</u>	<u>494,651</u>
RESOURCES EXPENDED					
Direct charitable expenditure	5	122,052	23,028	145,080	118,503
Fundraising and publicity	6	33,412	-	33,412	30,014
Management & administration	7	20,910	-	20,910	21,380
Trading subsidiary expenditure	4	211,278	-	211,278	231,547
TOTAL RESOURCES EXPENDED		<u>387,652</u>	<u>23,028</u>	<u>410,680</u>	<u>401,444</u>
NET INCOMING/(OUTGOING) RESOURCES FOR THE YEAR BEFORE TRANSFERS					
		180,167	(20,308)	159,859	93,207
Transfers between funds	17	12,782	(12,782)	-	-
Other recognised gains and losses					
Unrealised gain on investment		8,384	-	8,384	32,693
NET MOVEMENT IN FUNDS		<u>201,333</u>	<u>(33,090)</u>	<u>168,243</u>	<u>125,900</u>
Balance brought forward as at 1st January 2000		<u>363,903</u>	<u>33,662</u>	<u>397,565</u>	<u>271,664</u>
Balance carried forward as at 31st December 2000	17	<u>565,236</u>	<u>572</u>	<u>565,808</u>	<u>397,564</u>

All income and surpluses relate to continuing operations.

The group has no recognised gains or losses other than those included in the above Statement of Financial Activities. Therefore, no separate statement of total recognised gains and losses is needed.

The notes on pages 7 to 18 form an integral part of these accounts.

THE KENNET & AVON CANAL TRUST

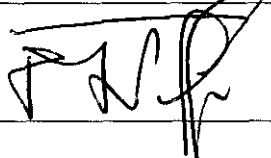
CONSOLIDATED BALANCE SHEET
AS AT 31ST DECEMBER 2000

	Notes	£	<u>2000</u> £	£	<u>1999</u> £
FIXED ASSETS					
Tangible assets	10		220,335		15,097
Investments	11		104,534		109,725
			<u>324,869</u>		<u>124,822</u>
CURRENT ASSETS					
Stocks	13	45,874		37,783	
Debtors	14	24,684		54,509	
Cash at bank and in hand		271,682		270,343	
		<u>342,240</u>		<u>362,635</u>	
CREDITORS - amounts falling due within one year	15	(97,937)		(82,575)	
NET CURRENT ASSETS			<u>244,303</u>		<u>280,060</u>
ASSETS LESS CURRENT LIABILITIES			569,172		404,882
Provisions for liabilities and charges	16		(3,364)		(7,318)
NET ASSETS			<u>565,808</u>		<u>397,564</u>
FUNDS					
Unrestricted Funds			565,236		363,902
Restricted Funds			572		33,662
			<u>565,808</u>		<u>397,564</u>

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and the Financial Reporting Standard for Smaller Entities (effective March 2000).

Approved by the board of directors on 18th April 2001 and signed on their behalf by:




_____ } Council Members

The notes on pages 7 to 18 form an integral part of these accounts.

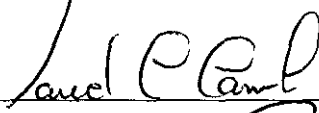
THE KENNET & AVON CANAL TRUST

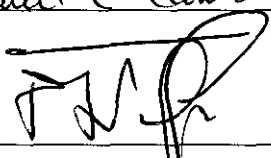
PARENT BALANCE SHEET
AS AT 31ST DECEMBER 2000

	Notes	£	<u>2000</u> £	£	<u>1999</u> £
FIXED ASSETS					
Tangible assets	10		220,335		15,097
Investments	12		103,880		84,700
			<u>324,215</u>		<u>99,797</u>
CURRENT ASSETS					
Debtors	14	132,664		130,267	
Cash at bank and in hand		195,984		244,205	
		<u>328,648</u>		<u>374,472</u>	
CREDITORS - amounts falling due within one year	15	(87,055)		(76,705)	
NET CURRENT ASSETS			<u>241,593</u>		<u>297,767</u>
NET ASSETS			<u>565,808</u>		<u>397,564</u>
FUNDS					
	17				
Unrestricted Funds			565,236		363,902
Restricted Funds			572		33,662
			<u>565,808</u>		<u>397,564</u>

The accounts have been prepared in accordance with the special provisions of Part V11 of the Companies Act 1985 relating to small companies and the Financial Reporting Standard for Smaller Entities (effective March 2000).

Approved by the board of directors on 18th April 2001 and signed on their behalf by:





)
)
) Council Members
)
)

The notes on pages 7 to 18 form an integral part of these accounts.

THE KENNET & AVON CANAL TRUST

NOTES TO THE FINANCIAL STATEMENTS **FOR THE YEAR ENDED 31ST DECEMBER 2000**

1. ACCOUNTING POLICIES

a. Accounting convention

The financial statements have been prepared under the historical cost convention and follow the recommendations in Statement of Recommended Practice: Accounting by Charities (SORP).

b. Basis of consolidation

The accounts of the trading subsidiary, The Kennet & Avon Canal (Enterprise) Ltd, are consolidated with the accounts of The Kennet & Avon Canal Trust in accordance with current legislation. The results of the subsidiary are included in the Consolidated Statement of Financial Activities from the date of acquisition. Inter group income and expenditure is eliminated and all income and expenditure relates to external transactions only.

c. Voluntary Income

Voluntary income is received by way of donations and gifts and is included in the Statement of Financial Activities when received.

d. Grants

Grants are recognised in full in the Statement of Financial Activities in the year to which they relate.

e. Subscriptions

Subscriptions are included in the Statement of Financial Activities when received.

f. Other Income

The Statement of Financial Activities recognises all other income on an accruals basis.

g. Restricted Funds

Restricted funds are to be used for specified purposes as laid down by the donor.

h. Unrestricted Funds

Unrestricted funds are donations and other income received or generated for the objects of the charity without further specified purpose and are available as general funds.

The directors allocate out of general funds appropriate sums for extraordinary repairs to reflect possible expenditure in the foreseeable future.

i. Staff Costs and Overheads

Staff costs and overheads are allocated to activities on the basis of staff time spent on those activities.

j. Fundraising and Publicity Costs

Fundraising and publicity costs comprise the costs actually incurred in producing materials for promotional purposes and of raising funds through various fund raising events.

k. Management and Administration Costs

Management and administration costs of the group relate to the costs of running the group and include any costs which cannot be specifically identified to direct charitable activities.

THE KENNET & AVON CANAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2000

l. Depreciation of Tangible Assets

Depreciation on tangible fixed assets is provided at the following annual rates in order to write off each asset over its estimated useful life.

A full years depreciation being charged on items purchased during the year.

Freehold buildings:	2% straight line
Leasehold building:	5% straight line
Tools:	25% straight line
Word processors & computers:	20% straight line
Other office equipment:	15% of written down value
Fixtures and fittings:	15% of written down value

m. Investments

Fixed asset investments are stated at open market value.

n. Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

2. DONATIONS **Group and Parent**

	<u>2000</u> £	<u>1999</u> £
<u>Unrestricted</u>		
£500 and over:		
The McLellan Trust	-	57,000
B Egerton Deceased	-	21,637
J Gould Deceased	-	1,514
David Brook Trust	1,500	1,500
Vodafone	-	500
Hawkins Deceased	1,370	-
G Barlow	500	-
	3,370	82,151
Other (all under £500)	6,995	8,676
	10,365	90,827
<u>Restricted</u>		
£500 and over:		
Wates Homes Ltd	-	20,000
Turnkey Project	-	1,000
	-	21,000
TOTAL DONATIONS	10,365	111,827

THE KENNET & AVON CANAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31ST DECEMBER 2000

3.	GRANTS		
	<u>Group and Parent</u>	<u>2000</u>	<u>1999</u>
		£	£
	<u>Unrestricted</u>		
	Manifold Trust	182,500	-
	Kennet District Council	4,931	4,931
	Reading Borough Council	528	550
		187,959	5,481
	<u>Restricted</u>		
	Carnegie United Kingdom Trust	1,360	1,360
	Area Museum Council for the South West	1,360	1,360
		2,720	2,720
	TOTAL GRANTS	<u>190,679</u>	<u>8,201</u>

THE KENNET & AVON CANAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31ST DECEMBER 2000

4. TRADING SUBSIDIARY COMPANY

	<u>2000</u>	<u>1999</u>
	£	£
<u>Income</u>		
Turnover	254,442	255,709
Other operating income	530	523
Interest receivable	1,068	450
	<u>256,040</u>	<u>256,682</u>
<u>Expenditure</u>		
Cost of sales	153,383	171,025
Administration expenses	60,226	54,428
Corporation tax	1,622	607
Deferred taxation	(3,953)	5,487
	<u>211,278</u>	<u>231,547</u>
<u>Net incoming resources before transfers</u>	<u>44,762</u>	<u>25,135</u>
This is stated after charging:		
Auditors' remuneration	2,310	1,650
Depreciation	13,518	5,669
Adjustment on disposal on fixed assets	(842)	(6,087)
<u>Staff costs</u>		
Wages and salaries	44,964	46,188
Social security costs	1,166	945
	<u>46,130</u>	<u>47,133</u>

The average number of employees who dealt with the management and administration of the subsidiary was 5 (1999 5).

THE KENNET & AVON CANAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31ST DECEMBER 2000

5. DIRECT CHARITABLE EXPENDITURE

Group and Parent

	<u>2000</u>	<u>1999</u>
	£	£
<u>Unrestricted</u>		
Heritage Lottery Project funding contribution	63,000	59,000
Restoration & maintenance	2,000	2,000
Wharf costs	3,749	6,608
Salaries and national insurance	18,912	17,514
Rates	209	141
Insurances	2,907	2,149
Electricity and heating	2,392	2,176
Repairs to premises and equipment	16,344	12,172
Postage	1,996	2,239
Telephone	2,470	1,467
Travelling expenses	598	500
Irrecoverable VAT	3,653	4,552
Depreciation:		
Freehold property	2,655	-
Leasehold improvements	849	849
Fixtures and fittings	120	549
Tools and equipment	198	245
	<u>122,052</u>	<u>112,161</u>
<u>Restricted</u>		
Restoration and maintenance:		
Towpath	20,000	-
Crofton Chimney	-	3,502
Depreciation:		
Museum interactive display	3,028	2,840
	<u>23,028</u>	<u>6,342</u>
TOTAL DIRECT CHARITABLE EXPENDITURE	<u><u>145,080</u></u>	<u><u>118,503</u></u>

6. FUNDRAISING & PUBLICITY

Group and Parent

	<u>2000</u>	<u>1999</u>
	£	£
<u>Unrestricted</u>		
Fundraising event costs	9,967	7,921
Butty production & distribution costs	18,517	19,967
Advertising	4,928	2,126
	<u><u>33,412</u></u>	<u><u>30,014</u></u>

THE KENNET & AVON CANAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 31ST DECEMBER 2000**

7. MANAGEMENT & ADMINISTRATION EXPENDITURE **Group and Parent**

	<u>2000</u>	<u>1999</u>
	£	£
<u>Unrestricted</u>		
Salaries and national insurance	5,689	5,344
Cleaning costs	290	650
Stationery and printing	4,603	3,777
Audit and accountancy	3,545	2,900
Legal and professional	15	160
Bank charges	67	57
Office equipment repairs and maintenance	3,448	3,969
AGM and social expenses	91	261
Sundries	1,913	3,013
Depreciation - office equipment	1,249	1,249
	<u>20,910</u>	<u>21,380</u>

8. TOTAL RESOURCES EXPENDED **Group and Parent**

	<u>Staff</u>	<u>Other</u>	<u>Total</u>	<u>Total</u>
	<u>Costs</u>	<u>Costs</u>	<u>2000</u>	<u>1999</u>
	£	£	£	£
Direct charitable expenditure	18,912	126,168	145,080	118,503
Fundraising and publicity	-	33,412	33,412	30,014
Management and administration	5,689	15,221	20,910	21,380
Trading subsidiary expenditure	-	211,278	211,278	231,547
	<u>24,601</u>	<u>386,079</u>	<u>410,680</u>	<u>401,444</u>

Staff costs

Wages and salaries	22,798	21,145
Social security costs	1,803	1,713
	<u>24,601</u>	<u>22,858</u>

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

Direct charitable	4	4
Management and administration	2	2
	-	-
	6	6
	=	=

Of these, 5 (1999 - 5) were part time and 1 (1999 - 1) was full.

THE KENNET & AVON CANAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31ST DECEMBER 2000

9. TRUSTEES EXPENSES

Group and Parent

During the year 2 trustees were reimbursed travel expenses totalling £194 (1999 - 3 trustees reimbursed £145).

10. TANGIBLE FIXED ASSETS

Group and Parent

	<u>Land and buildings</u>	<u>Fixtures, fittings, equipment</u>	<u>Office equipment</u>	<u>Total</u>
	£	£	£	£
Cost:				
At 1st January 2000	17,053	8,675	27,335	53,063
Additions	212,723	611	-	213,334
At 31st December 2000	<u>229,776</u>	<u>9,286</u>	<u>27,335</u>	<u>266,397</u>
Depreciation:				
At 1st January 2000	14,975	7,745	15,244	37,964
Charge for year	3,504	317	4,277	8,098
At 31st December 2000	<u>18,479</u>	<u>8,062</u>	<u>19,521</u>	<u>46,062</u>
Net book value at 31st December 2000	<u>211,297</u>	<u>1,224</u>	<u>7,814</u>	<u>220,335</u>
Net book value at 31st December 1999	<u>2,078</u>	<u>930</u>	<u>12,091</u>	<u>15,099</u>
			<u>2000</u>	<u>1999</u>
			£	£

The net book value of land and buildings comprises:

Freehold	210,147	79
Leasehold improvements	1,150	1,999
	<u>211,297</u>	<u>2,078</u>

THE KENNET & AVON CANAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31ST DECEMBER 2000

11. FIXED ASSET INVESTMENT

Subsidiary Assets

	<u>Land and buildings</u>	<u>Boats</u>	<u>Plant and equipment</u>	<u>Total</u>
	£	£	£	£
Market value:				
Opening balance	3,995	98,244	7,486	109,725
Additions			804	804
Disposals	-	(860)	-	(860)
Net unrealised investment gains/(losses)	-	8,384	-	8,384
Other movements	(1,998)	(9,705)	(1,816)	(13,519)
At 31st December 2000	<u>1,997</u>	<u>96,061</u>	<u>6,476</u>	<u>104,534</u>
Cost as at 31st December 2000	<u>7,990</u>	<u>76,493</u>	<u>13,408</u>	<u>97,891</u>
Cost as at 31st December 1999	<u>7,990</u>	<u>79,393</u>	<u>13,436</u>	<u>100,819</u>

12. FIXED ASSET INVESTMENT

Parent

Subsidiary asset held by parent

	<u>2000</u>	<u>1999</u>
	£	£
Investment in subsidiary company		
Shares at open market value:	<u>103,880</u>	<u>84,700</u>

Details of the subsidiary undertaking are as follows:

Name:	Kennet & Avon Canal Trust (Enterprise) Ltd
Class of shares:	Ordinary
Nominal value held:	£1,000
Historical cost of holding:	£1,000
Capital and Reserves as at 31st December 2000:	£62,806
Unrealised gain	£41,074
Profit for the period ended 31st December 2000:	£10,796

13. STOCKS

	<u>2000</u>	<u>1999</u>
	£	£
<u>Group</u>		
<u>Trading subsidiary</u>		
Finished goods	<u>45,874</u>	<u>37,783</u>
<u>Parent</u>		
Finished goods	<u>-</u>	<u>-</u>

THE KENNET & AVON CANAL TRUST

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31ST DECEMBER 2000**

14. DEBTORS

<u>Group</u>	<u>2000</u> £	<u>1999</u> £
<u>Parent:</u>		
Other debtors	12,978	24,989
<u>Trading subsidiary:</u>		
Trade debtors	5,418	6,879
Other debtors	6,288	22,641
	<u>24,684</u>	<u>54,509</u>
 <u>Parent</u>		
Amounts owed by subsidiary company	33,972	3,278
Other debtors	12,978	24,989
Debtors due in over one year	85,714	102,000
	<u>132,664</u>	<u>130,267</u>

The debtor due in over one year represents two loans to the Trust's subsidiary company. The first loan of £45,000 has no set date for repayment and carries interest calculated on a daily basis in line with the Bank of England base rate. The balance represents a second loan which is being repaid over 7 years and carries interest calculated on a daily basis at 1% above the Bank of England base rate.

**15. CREDITORS - AMOUNTS FALLING DUE
WITHIN ONE YEAR**

	<u>2000</u> £	<u>1999</u> £
<u>Group</u>		
<u>Parent</u>		
Trade creditors	13,244	3,976
Other creditors	73,811	72,729
	<u>87,055</u>	<u>76,705</u>
 <u>Trading Subsidiary</u>		
Trade creditors	3,365	2,536
Other creditors	5,895	2,727
Corporation tax	1,622	607
	<u>97,937</u>	<u>82,575</u>
 <u>Parent</u>		
Trade creditors	13,244	3,976
Other creditors	73,811	72,729
	<u>87,055</u>	<u>76,705</u>

THE KENNET & AVON CANAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31ST DECEMBER 2000

16. DEFERRED TAXATION

Group

Trading Subsidiary

Analysis of provision made and amount unprovided

	<u>2000</u>		<u>1999</u>	
	<u>Provision</u>	<u>Amount</u>	<u>Provision</u>	<u>Amount</u>
	<u>made</u>	<u>unprovided</u>	<u>made</u>	<u>unprovided</u>
	£	£	£	£
Accelerated capital allowances	<u>3,364</u>	<u>-</u>	<u>7,318</u>	<u>-</u>

Movements on the provision for deferred taxation are:-

At 1st January 2000	£ 7,318
Transferred to profit and loss account	(3,953)
At 31st December 2000	<u>3,364</u>

THE KENNET & AVON CANAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31ST DECEMBER 2000

17. FUNDS

Group and Parent
Unrestricted

	<u>General Reserve</u> <u>£</u>
Balance brought forward	363,903
Surplus for the period	188,551
Transfer between funds	12,782
Balance carried forward	<u>565,236</u>

Restricted

	<u>Towpath Reserve</u> <u>£</u>	<u>Museum Display Reserve</u> <u>£</u>	<u>Crofton Chimney Reserve</u> <u>£</u>	<u>Total</u> <u>£</u>
Balance brought forward	20,000	880	12,782	33,662
Movement in Resources:				
Incoming	-	2,720	-	2,720
Outgoing	(20,000)	(3,028)	-	(23,028)
Transfer between funds	-	-	(12,782)	(12,782)
Balance carried forward	<u>-</u>	<u>572</u>	<u>-</u>	<u>572</u>

Funds originally within the Crofton Chimney Reserve have been re-designated by the donor for the purchase of Crofton Cottages.

THE KENNET & AVON CANAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31ST DECEMBER 2000

18. ANALYSIS OF NET ASSETS BETWEEN FUNDS

Group

	<u>Rest- ricted Funds</u> £	<u>Unrest- ricted Funds</u> £	<u>Total</u> £
Fund balances at 31st December 2000 are represented by:			
Fixed assets	6,104	318,765	324,869
Current assets	-	342,240	342,240
Creditors: Amounts falling due within one year	(5,532)	(92,405)	(97,937)
Provisions	-	(3,364)	(3,364)
	<u>572</u>	<u>565,236</u>	<u>565,808</u>

Parent

Fund balances at 31st December 2000
are represented by:

Fixed assets	6,104	318,111	324,215
Current assets	-	328,648	328,648
Creditors: Amounts falling due within one year	(5,532)	(81,523)	(87,055)
	<u>572</u>	<u>565,236</u>	<u>565,808</u>