

**Southern Society of Chartered
Accountants**

Financial Statements

For the year ended 31 December 2010

Southern Society of Chartered Accountants

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Southern Society of Chartered Accountants

Independent Auditor's Report

To the members of The Southern Society of Chartered Accountants

We have audited the financial statements of The Southern Society of Chartered Accountants for the year ended 31st December 2010 which comprises the Income and Expenditure Account and the Balance Sheet and the related notes. These financial statements have been prepared under the historical cost convention, United Kingdom Generally Accepted Accounting Practice and the accounting policies set out therein.

Respective Responsibilities of The Committee and Auditors

The responsibilities of the Society's Committee for preparing the financial statements in accordance with Society's Rules and United Kingdom Accounting Standards are set out in the Statement of the Society Committee's Responsibilities.

We have been appointed as Auditors and report in accordance with the Rules of the Society. Our responsibility is to audit the financial statements in accordance with 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 and are properly prepared. We also report to you if we have not received all the information and explanations we require for our audit. Our responsibilities do not extend to any other information.

Our report has been prepared pursuant to the requirements of Society's rules and for no other purpose. No person is entitled to rely on this report unless such a person is a person entitled to rely upon this report by virtue of and for the purpose of the rules or has been expressly authorised to do so by our prior written consent. Save as above, we do not accept responsibility for this report to any other person or for any other purpose and we hereby expressly disclaim any and all such liability.

Basis of 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 judgments made in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Society'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 misstatements, whether caused by fraud or other irregularity or error. In forming an 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, in accordance with United Kingdom Generally Accepted Accounting Practice of the state of the Society's affairs as at 31 December 2010 and of its income and expenditure for the year then ended.

BDO LLP
SOUTHAMPTON
UNITED KINGDOM

Date

BDO is a limited liability partnership registered in England and Wales, with registered number OC305127

Southern Society of Chartered Accountants

Statement of the Society Committee's Responsibilities

The Society's Rules require financial statements to be prepared for each financial year which give a true and fair view of its state of affairs at 31 December 2010 and of its income and expenditure for the year then ended. These statements are required to be audited by independent auditors and copies made available to members.

In preparing these financial statements the Committee is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable UK Accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Society will continue to operate.

The Committee is responsible for keeping proper accounting records that disclose with reasonable accuracy the financial position of the Society. They are also responsible for safeguarding the assets of the Society and hence for taking reasonable steps for the prevention and detection of fraud and any other irregularities.

The Committee is responsible for the maintenance and integrity of the financial information included on the Society's website.

Southern Society of Chartered Accountants

Accounting policies for the year ended 31 December 2010

1. **Basis of Accounting**

The financial statements have been prepared under the historical cost convention and United Kingdom Generally Accepted Accounting Practice.

2. **Income**

Income represents the amounts received or receivable for services provided to customers excluding VAT.

3. **Stock**

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

4. **Regalia**

No value is ascribed to medallions used by the President, Deputy or Vice Presidents.

5. **Town Groups**

The financial statements include income, expenditure, assets and liabilities for Town Groups.

6. **Designated Funds – Town Groups**

Funds of Town Groups are recognised as designated funds and these funds are earmarked as to be used for the benefit of the respective town group members.

7. **Southern Chartered Accountants Students' Society (SCASS)**

In the event of SCASS being unable to function or form a committee on an ongoing basis, or the committee elect to cease operations of SCASS for whatever reason, the board of Southern Society of Chartered Accountants will become responsible for the net assets or liabilities of SCASS with the purpose of forming a new committee to continue the operations of SCASS independent of Southern Society of Chartered Accountants but within the SCASS constitution. Included within note 7 is the surplus/deficit for the year for SCASS and its net assets.

Southern Society of Chartered Accountants

Income and Expenditure account for the year ended 31 December 2010

	Notes	2010 £	2009 £
Income			
Courses commission		13,362	15,549
Sponsorship		1,667	-
Functions and events	1	27,629	19,986
Interest received		421	380
		<u>43,079</u>	<u>35,915</u>
Expenditure			
Functions and events	1	27,539	30,183
Town Group support		-	4
<i>Personnel</i>			
Honoraria		1,250	1,250
<i>Communications</i>			
Printing and stationery		1,290	1,499
Postage and despatch		2,639	2,030
<i>Administration</i>			
Bank interest and charges		165	202
Committee meetings and AGM		2,652	2,943
President's expenses		2,231	1,048
Volunteers' expenses		-	495
		<u>5,048</u>	<u>4,688</u>
ICAEW reclaims		(2,390)	(2,390)
		<u>2,658</u>	<u>2,298</u>
Audit fee		1,879	1,800
Sundry expenses		405	240
		<u>37,660</u>	<u>39,304</u>
Surplus/(Deficit) before Town Groups		5,419	(3,389)
Town Groups' Income	2	52,129	49,813
Town Groups' Expenses	2	(42,690)	(46,433)
		<u>9,439</u>	<u>3,380</u>
Surplus/(Deficit) for the year		14,858	(9)
Taxation		101	176
Surplus/(Deficit) after taxation		14,757	(185)
Transfer from / (to) designated funds	4	(9,439)	(3,380)
Surplus/(Deficit) on accumulated fund		<u>5,318</u>	<u>(3,565)</u>

Southern Society of Chartered Accountants

Balance Sheet as at 31 December 2010

	Notes	2010 £	2009 £
Current Assets			
Stock of presentation pendants		-	419
Debtors and prepayments	5	21,472	14,772
Cash at bank and in hand		109,325	76,204
		<u>130,797</u>	<u>91,395</u>
Current Liabilities			
Creditors and deferred income	6	<u>28,125</u>	<u>3,480</u>
Net Current Assets		<u>102,672</u>	<u>87,915</u>
Funds			
Accumulated fund	3	70,567	65,249
Designated funds	4	32,105	22,666
		<u>102,672</u>	<u>87,915</u>

Approved by the Committee of the Society at a meeting on

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I Davies – President

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Date

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H Flint – Deputy President

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Date

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R Green-Wilkinson – Treasurer

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Date

Southern Society of Chartered Accountants

Notes to the financial statements For the year ended 31 December 2010 (continued)

1. Functions and Events

	2010 Income £	2010 Expenses £	2010 Surplus/ (deficit) £	2009 Surplus/ (deficit) £
Annual dinner	17,924	18,324	(400)	(7,939)
Senior and retired members' lunch	-	400	(400)	169
Past presidents' event	306	2,190	(1,884)	(1,099)
New members evening	3,100	1,814	1,286	36
Other events	4,154	3,100	1,054	(1,608)
Joint professional evening	2,145	1,711	434	244
	<u>27,629</u>	<u>27,539</u>	<u>90</u>	<u>(10,197)</u>

2. Town Groups

	2010 Income £	2010 Expenses £	2010 Surplus/ (deficit) £	2009 Surplus/ (deficit) £
Dorchester	51,720	42,568	9,152	3,544
Southampton	-	122	(122)	(76)
Isle of Wight	-	-	-	(88)
Bournemouth	409	-	409	-
	<u>52,129</u>	<u>42,690</u>	<u>9,439</u>	<u>3,380</u>

3. Accumulated Fund

	2010 £	2009 £
Funds brought forward	65,249	68,814
Surplus/(Deficit) for year	5,318	(3,565)
	<u>70,567</u>	<u>65,249</u>

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Notes to the financial statements For the year ended 31 December 2010 (continued)

4. Town Groups

	As of 1 January 2010 £	2010 Surplus/ (deficit) £	At 31 December 2010 £
Dorchester	22,033	9,152	31,185
Southampton	418	(122)	296
Isle of Wight	215	-	215
Bournemouth	-	409	409
	<u>22,666</u>	<u>9,439</u>	<u>32,105</u>

5. Debtors and prepayments

	2010 £	2009 £
Trade debtors	7,102	1,715
Prepayments	6,750	4,490
Accrued income	7,620	5,815
VAT debtor	-	2,752
	<u>21,472</u>	<u>14,772</u>

6. Creditors and deferred income

	2010 £	2009 £
Trade creditors	1,328	1,358
Accruals	1,850	1,800
Deferred income	22,766	146
Corporation tax	22	176
VAT	2,159	-
	<u>28,125</u>	<u>3,480</u>

7. Southern Chartered Accountants Students' Society

The results of the Southern Chartered Accountants Students' Society are not included in the accounts of the Southern Society of Chartered Accountants. During the year, the Southern Chartered Accountants Students' Society reported a surplus of £3,783 (2009: £1,491 surplus) and had net assets of £22,667 (2009: £18,885) at the year end.

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Notes to the financial statements For the year ended 31 December 2010 (continued)

8. Control

Day to day control of the Society is exercised by the Committee. Ultimate control is held by the ICAEW as represented by its members.