



**ICAEW Southern (Formerly
Southern Society of Chartered
Accountants)**

Financial Statements
For the year ended 31 December 2020

	Page
Independent Auditor's Report	1
Statement of Society's Responsibilities	3
Accounting Policies	4
Income and Expenditure Account	5
Balance Sheet	6
Notes to the Financial Statements	7

DRAFT

Independent Auditor's Report to the Members of ICAEW Southern

Opinion

We have audited the financial statements of ICAEW Southern (the 'society') for the year ended 31 December 2020 which comprise the Income and Expenditure Account, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies.

This report is made solely to the society's members, as a body, in accordance with the Society's rules. Our audit work has been undertaken so that we might state to the society'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 society and the society's members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the society's affairs as at 31 December 2020, and of its incoming resources and application of resources, for the year then ended; and
- have been properly prepared in accordance with the accounting policies of the society.

Basis for opinion

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the committee's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the committee have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the society's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Responsibilities of the committee

As explained more fully in the statement of society committee's responsibilities, the committee are responsible for the preparation of financial statements which give a true and fair view, and for such internal control as the committee determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the society in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independent Auditor's Report (continued)

In preparing the financial statements, the committee are responsible for assessing the society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the committee either intend to liquidate the society or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under the society's rules and report in accordance with those rules.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

.....
Fiander Tovell Limited, Statutory Auditor

Stag Gates House
63-64 The Avenue
Southampton
Hampshire
SO17 1XS

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 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 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.

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.

Income and Expenditure Account for the year ended 31 December 2020

	Notes	2020 £	2019 £
Income			
Course commission		21,662	21,142
Functions and events	1	5,240	17,557
		<u>26,902</u>	<u>38,699</u>
Expenditure			
Functions and events	1	6,101	23,013
<i>Personnel</i>			
<i>Communications</i>			
Postage and despatch		3,359	3,261
Newsletters		-	7,354
<i>Administration</i>			
Bank interest and charges		(1)	(4)
Committee meetings		1,832	1,746
AGM		-	1,458
President's & Vice President's expenses		(3,332)	(125)
		<u>(1,501)</u>	<u>3,075</u>
		(1,501)	3,075
Audit fee		2,710	2,650
Sundry expenses		(70)	910
Public Relations & marketing		6,257	6,260
		<u>16,856</u>	<u>46,523</u>
Surplus / (Deficit) before Town Groups		10,046	(7,824)
Town Groups' Income	2	3,395	52,236
Town Groups' Expenses	2	<u>(10,628)</u>	<u>(45,878)</u>
		<u>(7,233)</u>	<u>6,358</u>
Surplus for the year		2,813	(1,466)
Transfer (to) / from designated funds	4	7,233	(6,358)
Surplus / (Deficit) on accumulated fund	3	<u>10,046</u>	<u>(7,824)</u>

ICAEW Southern

Balance Sheet as at 31 December 2020

	Notes	2020 £	2019 £
Current Assets			
Debtors and prepayments	5	12,435	13,979
Cash at bank and in hand		<u>66,055</u>	<u>54,420</u>
		<u>78,490</u>	<u>68,399</u>
Current Liabilities			
Creditors and deferred income	6	<u>14,357</u>	<u>7,079</u>
Net Current Assets		<u>64,133</u>	<u>61,320</u>
Funds			
Accumulated Fund	3	57,643	47,597
Designated Funds	4	<u>6,490</u>	<u>13,723</u>
		<u>64,133</u>	<u>61,320</u>

Approved by the Committee of the Society at a meeting on XX September 2020

A Milne – President

L Hallsworth – Deputy President

1. Functions and Events

	2020 Income £	2020 Expenses £	2020 Surplus/ (Deficit) £	2019 Surplus/ (Deficit) £
Annual dinner	(1,000)	(500)	(1,500)	95
Southern Trustee Toolkit	115	(1,183)	(1,068)	-
Committee Christmas Event	-	(560)	(560)	-
Dorchester MP lunch	-	-	-	(1,782)
Newly qualified event	-	-	-	(2,505)
ICAEW Breakfast Meeting	-	(488)	(488)	(1,013)
Members in Business Update	3,125	-	3,125	(2,551)
Making Accounting Great Again	-	-	-	(859)
Other CABA supported events	-	-	-	1,070
SCASS wine tasting	-	-	-	(685)
Bank of England Lunch	-	(2,370)	(2,370)	190
ICAEW event support grants	2,000	-	2,000	3,000
Other events	-	(1,000)	(1,000)	-
Town groups	1,000	-	1,000	(416)
	<u>5,240</u>	<u>(6,101)</u>	<u>(861)</u>	<u>(5,456)</u>

2. Town Groups

	2020 Income £	2020 Expenses £	2020 Surplus/ (Deficit) £	2019 Surplus/ (Deficit) £
Dorchester	3,395	10,628	(7,233)	6,358
	<u>3,395</u>	<u>10,628</u>	<u>(7,233)</u>	<u>6,358</u>

3. Accumulated Fund

	2020	2019
	£	£
Funds brought forward	47,597	55,421
Surplus / (Deficit) for year	10,046	(7,824)
	<u>57,643</u>	<u>47,597</u>

4. Town Groups

	As of 1 January 2020 £	2020 Surplus/ (Deficit) £	At 31 December 2020 £
Dorchester	12,823	(7,233)	5,590
Southampton	276	-	276
Isle of Wight	215	-	215
Bournemouth	409	-	409
	<u>13,723</u>	<u>(7,233)</u>	<u>6,490</u>

5. Debtors and prepayments

	2020	2019
	£	£
Trade debtors	-	1,674
Accrued income	9,906	7,398
VAT debtor	2,529	4,907
	<u>12,435</u>	<u>13,979</u>

6. Creditors and deferred income

	2020	2019
	£	£
Accruals	10,697	6,544
Other creditors	3,660	535
	<u>14,357</u>	<u>7,079</u>

7. Southern Chartered Accountants Students' Society

The results of the Southern Chartered Accountants Students' Society are not included in the accounts of the ICAEW Southern. During the year, the Southern Chartered Accountants Students' Society reported a surplus of £XXX (2019: surplus £4,259) and had net assets of £ (2019: £24,266) at the year end.

8. Related Party Transactions

Bookkeeping and administrative services for the Dorchester Town Group are provided by Edwards and Keeping, a firm in which Ian Carrington, the chair of the Dorchester Town Group, is a partner. Amounts charged during the year were £ (2019: £7,761).

9. 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.