

REGISTERED COMPANY NUMBER: 06555157 (England and Wales)
REGISTERED CHARITY NUMBER: 1125532

**Report of the Trustees and
Unaudited Financial Statements For The Year Ended
31 March 2011
for
The Surrey Hills Society**

Mrs M J Brett
Chartered Accountant
Old Printers Yard
156 South Street
Dorking
Surrey
RH4 2HF

**Contents of the Financial Statements
for the Year Ended 31 March 2011**

	Page
Report of the Trustees	1 to 3
Independent Examiner's Report	4
Statement of Financial Activities	5
Balance Sheet	6
Notes to the Financial Statements	7 to 10
Detailed Statement of Financial Activities	11

**Surrey Hills Society
Report of the Trustees
for the Year Ended 31 March 2011**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the period 1 April 2010 to 31 March 2011. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005. The company was registered with the Charity Commission on 15th August 2008.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

06555157 (England and Wales)

Registered Charity number

1125532

Registered office

Warren Farm Barns
Headley Lane
Mickleham
Dorking
Surrey
RH5 6DG

Trustees and Directors

The following trustees served throughout the current and preceding period unless dates of appointment, election or resignation are given below.

	Appointed/elected to Management Committee	Appointed as Director & Trustee
N Maltby – Chairman		
T Edwards	resigned 21.04.10	resigned 21.04.10
Miss R Younger	resigned 25.05.10	resigned 25.05.10
G Butler	elected 13.06.09	appointed 13.06.09
N Davenport	elected 13.06.09	appointed 16.09.10
C Howard	elected 13.06.09	appointed 13.06.09
R Pitts	elected 13.06.09	appointed 16.10.10
M Richards	elected 13.06.09, resigned 13.09.11	appointed 16.10.10, resigned 13.09.11
K Bare	elected 16.10.10	appointed 26.05.10
S Smith	elected 16.10.10, resigned 01.07.11	appointed 26.05.10, resigned 01.07.11
A Morris	appointed 10.02.11, resigned 26.07.11	appointed 10.02.11, resigned 26.07.11
J Tollow	appointed 10.02.11	appointed 10.02.11
T Driscoll	appointed 26.07.11	appointed 26.07.11

Independent Examiner

Mrs M J Brett
Chartered Accountant
Old Printers Yard
156 South Street
Dorking
Surrey
RH4 2HF

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new trustees

The trustees have received an enormous amount of support and encouragement from the Surrey Hills Board. They have also been fortunate to have help from a number of hard working and willing volunteers that have formed the management committee, sub committees, and provided office administration and event organisation, to whom they are grateful.

The directors of the company are also the charity trustees for the purposes of charity law and under the company's Articles. Trustees are initially appointed to the Management Committee and proposed for election at the AGM following their appointment.

**Surrey Hills Society
Report of the Trustees
for the Year Ended 31 March 2011**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Society seeks to promote enhance and conserve the physical and natural environment and its natural beauty for the public benefit in and around the Surrey Hills area of natural beauty.

The Surrey Hills Society is an independent charity promoting the positive enjoyment and care of the Surrey Hills Area of Outstanding Beauty for the benefit of those who live, work in or visit the area. The Society encourages people to explore and learn about the special qualities and distinctiveness of the area which is recognised as being of unique value and needs to be nurtured for future generations to enjoy. The Surrey Hills Society is dedicated to the protection and enhancement of this outstanding and varied landscape.

The Society's aims and roles are:

- (1) Creating greater awareness and understanding of the Surrey Hills, through education, publicity and events
- (2) Providing activities for members and supporters of the Society, including walks, talks, social events, advice, communications for (and with) members
- (3) Promoting and championing farming, forestry, and local industries, including tourism, and raising awareness of local produce and crafts.
- (4) Protecting and improving the facilities for recreational use of the area
- (5) Encouraging conservation alongside the improvement of the amenities and features which make the Surrey Hills special
- (6) Influencing regional and local authorities, seeking high standards of planning so as to protect and enhance the landscape and character of the Surrey Hills

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities. In particular the trustees consider how planned activities will contribute to the aims and objectives.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The Society commissioned June Robinson as a consultant administrator in August 2009 who has helped develop an interesting and varied events programme throughout 2010 and 2011 to date. The Trustees have valued her assistance in taking the Society forward and developing an inspiring programme.

The Society obtained grants in the year to acquire a gazebo, trailer and related artwork, and a generator, to promote the Society and Surrey Hills AONB at fairs and events. It also received a grant towards its administrative charges.

FINANCIAL REVIEW

Reserves policy

The trustees have considered the charity's reserves, bearing in mind the likelihood of any contingencies, which might arise. They believe a policy of using surplus reserves to promote the charity is appropriate at the present time. This will be reviewed annually.

FUTURE DEVELOPMENTS

The Society is keen to grow the membership and active volunteers to reach a sustainable size. We will continue to develop and promote our events programme, talks and presence at fêtes and events to a wider public, which will widen our co-operation and interaction with parish councils and other similar bodies in the Surrey Hills and highlight the threats and pressures on the landscape, while trying to mitigate dangers and seek solutions.

BUSINESS REVIEW

Subscription income for the year was slightly lower than last year, but donations were substantially increased. Grants were received in respect of acquiring a gazebo, trailer and related artwork, and a generator, to promote the Society and Surrey Hills AONB at fairs and events. Grant income to fund capital purchases has been treated as restricted fund income. The current year surplus on restricted funds of £9,579 represents the un-depreciated value of these items. Despite the increased expenditure to promote the Society's activities more widely, the higher level of donations and the success of the Society's events have helped to generate an unrestricted surplus of £3,256. The directors are confident that the charity has appropriate reserves and will be able to operate as a going concern over the next twelve month period.

**Surrey Hills Society
Report of the Trustees
for the Year Ended 31 March 2011**

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of Surrey Hills Society for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

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 company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- 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 charitable company will continue in business.

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

ON BEHALF OF THE BOARD:

N Maltby - Trustee/Chairman

4 October 2011

**Independent Examiner's Report to the Trustees of
Surrey Hills Society**

I report on the accounts for the year ended 31 March 2011 set out on pages five to ten.

Respective responsibilities of trustees and examiner

The charity's trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under Section 43(2) of the Charities Act 1993 (the 1993 Act)) and that an independent examination is required.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- Examine the accounts under Section 43 of the 1993 Act
- to follow the procedures laid down in the General Directions given by the Charity Commission (under Section 43(7)(b) of the 1993 Act); and
- to state whether particular matters have come to my attention.

Basis of the independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view ' and the report is limited to those matters set out in the statements below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements
- to keep accounting records in accordance with Section 386 and 387 of the Companies Act 2006; and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of Sections 394 and 395 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

have not been met; or

- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Mrs M J Brett
Chartered Accountant
Old Printers Yard
156 South Street
Dorking
Surrey
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6 October 2011

**Surrey Hills Society
Statement of Financial Activities
for the Year Ended 31 March 2011**

		Unrestricted funds £	Restricted funds £	31.3.11 Total funds £	31.3.10 Total funds £ As restated
	Notes				
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income	2	12,384	10,853	23,237	11,947
Activities for generating funds	3	808	-	808	-
Investment income	4	<u>6</u>	<u>-</u>	<u>6</u>	<u>12</u>
Total incoming resources from generated funds		13,198	10,853	24,051	11,959
Incoming resources from charitable activities	5	<u>5,134</u>	<u>4,120</u>	<u>9,254</u>	<u>6,786</u>
Total incoming resources		18,332	14,973	33,305	18,745
RESOURCES EXPENDED					
Costs of generating funds					
Costs of generating voluntary income	6	3,322	1,274	4,596	4,585
Fundraising trading	7	<u>1,590</u>	<u>-</u>	<u>1,590</u>	<u>-</u>
Total costs of generating funds		4,912	1,274	6,186	4,585
Charitable activities	8	9,973	4,120	14,093	10,208
Governance costs	9	<u>191</u>	<u>-</u>	<u>191</u>	<u>-</u>
Total resources expended		15,076	5,394	20,470	14,793
NET INCOMING RESOURCES		3,256	9,579	12,835	3,952
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>17,091</u>	<u>-</u>	<u>17,091</u>	<u>13,139</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>20,347</u></u>	<u><u>9,579</u></u>	<u><u>29,926</u></u>	<u><u>17,091</u></u>

The notes form part of these financial statements

**Surrey Hills Society
Balance Sheet
At 31 March 2011**

	Notes	Unrestricted funds £	Restricted funds £	31.3.11 Total funds £	31.3.10 Total funds £
FIXED ASSETS	13	1,954	9,579	11,533	-
CURRENT ASSETS					
Debtors	14	7,435	-	7,435	2,915
Cash at bank and in hand		<u>10,958</u>	<u>-</u>	<u>10,958</u>	<u>14,176</u>
		18,393	-	18,393	17,091
		<u>18,393</u>	<u>-</u>	<u>18,393</u>	<u>17,091</u>
NET CURRENT ASSETS		<u>18,393</u>	<u>-</u>	<u>18,393</u>	<u>17,091</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>20,347</u>	<u>9,579</u>	<u>29,926</u>	<u>17,091</u>
NET ASSETS		<u>20,347</u>	<u>9,579</u>	<u>29,926</u>	<u>17,091</u>
FUNDS	12				
Unrestricted funds				20,347	17,091
Restricted funds				<u>9,579</u>	<u>-</u>
TOTAL FUNDS				<u>29,926</u>	<u>17,091</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2011.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31 March 2011 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

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).

The financial statements were approved by the Board of Trustees on 4 October 2011 and were signed on its behalf by:

N Maltby -Trustee

C Howard -Trustee

Surrey Hills Society
Notes to the Financial Statements
for the Year Ended 31 March 2011

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention 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.

Reclassification of prior year figures

Certain comparative figures in the Statement of Financial Activities have been reclassified from Voluntary income and Activities for generating funds to provide comparability with the current year classifications. These classifications have been revised to better reflect the nature to the Society's activities. The associated costs have been similarly reclassified. There is no impact on the surplus for the year.

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Grant income

Grants are included within Incoming Resources from Charitable Activities where they are specifically for the provision of goods and services to be provided as part of charitable activities. All other grant income, including receipts to fund capital purchases, is recorded as Voluntary Income.

Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fixed assets

Equipment purchases with a value in excess of £1,000 are capitalised and depreciated on a straight line basis over their useful economic lives as follows:

Event equipment	5 years
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Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds are those funds which must only be used for the purpose specified by the Donor.

2. VOLUNTARY INCOME

	31.3.11	31.3.10
	£	£
Donations	4,298	1,710
Gift Aid	2,401	2,272
Subscriptions	5,685	6,465
Grants to fund equipment purchases	10,853	1,500
	<u>23,237</u>	<u>11,947</u>

3. ACTIVITIES FOR GENERATING FUNDS

	31.3.11	31.3.10
	£	£
Sale of promotional products	<u>808</u>	<u>-</u>

4. INVESTMENT INCOME

	31.3.11	31.3.10
	£	£
Deposit account interest	<u>6</u>	<u>12</u>

Surrey Hills Society
Notes to the Financial Statements
for the Year Ended 31 March 2011

5. INCOME FROM CHARITABLE ACTIVITIES

	31.3.11	31.3.10
	£	£
Society events	5,134	2,786
Grant income	4,120	4,000
	<u>9,254</u>	<u>6,786</u>

6. COSTS OF GENERATING VOLUNTARY INCOME

	31.3.11	31.3.10
	£	£
Literature, brochures & promotional events	2,417	3,742
Bank charges	29	36
Depreciation	1,421	-
Allocated support costs	<u>729</u>	<u>807</u>
	<u>4,596</u>	<u>4,585</u>

7. FUNDRAISING TRADING

	31.3.11	31.3.10
	£	£
Promotional items for resale	1,336	-
Allocated support costs	<u>254</u>	<u>-</u>
	<u>1,590</u>	<u>-</u>

8. CHARITABLE ACTIVITIES

	31.3.11	31.3.10
	£	£
Society events	3,687	3,466
Cost of consultant administrator	8,140	4,945
Allocated support costs	<u>2,266</u>	<u>1,797</u>
	<u>14,093</u>	<u>10,208</u>

9. GOVERNANCE COSTS

	31.3.11	31.3.10
	£	£
Management meetings	160	-
Allocated support costs	<u>31</u>	<u>-</u>
	<u>191</u>	<u>-</u>

Surrey Hills Society
Notes to the Financial Statements
for the Year Ended 31 March 2011

10. SUPPORT COSTS

	Voluntary income (22%) £	Fundraising trading (8%) £	Charitable Activities (69%) £	Governance costs (1%) £	Total £
Management					
Insurance	431	150	1,338	18	1,937
Postage & stationery	260	90	807	11	1,168
Sundry	15	5	48	1	69
Information technology	23	9	73	1	106
Total support costs	729	254	2,266	31	3,280

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2011, nor for the year ended 31 March 2010.

Trustees' Expenses

Amounts of £362.80, £1,125.50 and £2,915.50 were reimbursed to Ken Bare, Richard Pitts and Neil Maltby respectively, in respect of purchases made on behalf of the Society and trustees' expenses for the year ended 31 March 2011.

12. RESTRICTED FUNDS

During the year three restricted funds were established from grants received.

The first fund was restricted to the acquisition of a gazebo, trailer and related artwork. The total grant received in respect of these purchases was £9,298 and the cost of these assets was £11,504. These items have been capitalised as fixed assets and will be depreciated over the lives of the assets which are expected to be five years.

The second fund was restricted to contribute to the consultancy fees of J Robinson, a consultant administrator. A total of £4,120 was received.

The third fund was restricted to the purchase of generators and a projector. The total grant received in respect of these purchases was £1,556. Items with a value of £1,450 have been capitalised as fixed assets to be written off over their useful life of five years. Items with a value of £196 have been expensed during the year.

13. FIXED ASSETS

	Event equipment £
Cost	
Cost brought forward at 1 April 2010	-
Additions	12,954
Cost carried forward at 31 March 2011	<u>12,954</u>
Depreciation	£
Accumulated depreciation brought forward at 1 April 2010	-
Charge for the year	1,421
Accumulated depreciation carried forward at 31 March 2011	<u>1,421</u>
Net book value	
Net book value at 31 March 2011	<u>11,533</u>
Net book value at 31 March 2010	<u>-</u>

Surrey Hills Society
Notes to the Financial Statements
for the Year Ended 31 March 2011

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.11	31.3.10
	£	£
Other debtors	<u>7,435</u>	<u>2,915</u>

15. MOVEMENT IN FUNDS

	At 1.4.10 £	Net movement in funds £	At 31.3.11 £
	_____	_____	_____
TOTAL FUNDS	<u>17,091</u>	<u>12,835</u>	<u>29,926</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	18,332	(15,076)	3,256
Restricted funds	14,973	(5,394)	9,579
	_____	_____	_____
TOTAL FUNDS	<u>33,305</u>	<u>(20,470)</u>	<u>12,835</u>

16. CAPITAL COMMITMENTS

There were no capital commitments as at 31 March 2011 (2010: £11,055).

17. LIMITED LIABILITY

The charity is limited by guarantee with each member's liability restricted to £1 should the charity be wound up.

18. IRRECOVERABLE VAT

The Charity is not registered for the purposes of Value Added Tax. All Value Added Tax incurred on purchases is written off to the expense account to which the original purchase related.

Surrey Hills Society
Detailed Statement of Financial Activities
for the Year Ended 31 March 2011

	31.3.11 £	31.3.10 £
INCOMING RESOURCES		
Voluntary income		
Donations	4,298	1,710
Gift aid	2,401	2,272
Subscriptions	5,685	6,465
Grants to fund equipment purchases	<u>10,853</u>	<u>1,500</u>
	23,237	11,947
Activities for generating funds		
Sale of promotional products	<u>808</u>	<u>-</u>
Investment income		
Deposit account interest	<u>6</u>	<u>12</u>
Income from charitable activities		
Society events	5,134	2,786
Grants	<u>4,120</u>	<u>4,000</u>
	9,254	6,786
Total incoming resources	33,305	18,745
RESOURCES EXPENDED		
Costs of generating voluntary income		
Literature, brochures & promotional events	2,417	3,742
Depreciation	1,421	-
Bank charges	<u>29</u>	<u>36</u>
	3,867	3,778
Fundraising trading		
Promotional products	<u>1,336</u>	<u>-</u>
	1,336	-
Charitable activities		
Society events	3,687	3,466
Cost of consultant administrator	<u>8,140</u>	<u>4,945</u>
	11,827	8,411
Governance costs		
Management meetings	<u>160</u>	<u>-</u>
	160	-
Support costs		
Management		
Insurance	1,937	599
Legal fees	-	35
Postage and stationery	1,168	367
Sundry	<u>69</u>	<u>-</u>
	3,174	1,001
Information technology		
IT Equipment and costs	106	1,578
Other		
Donations	<u>-</u>	<u>25</u>
Total resources expended	<u>20,470</u>	<u>14,793</u>
Net income	<u><u>12,835</u></u>	<u><u>3,952</u></u>

This page does not form part of the statutory financial statements