Company registration number: 07512852

Charity registration number: 1143205

Nottingham Society of Artists Ltd

known as

NSA

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 March 2018

Community Accounting Plus
7 Mansfield Road
Nottingham
NG1 3FB

Nottingham Society of Artists Ltd

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Nottingham Society of Artists Ltd

Reference and Administrative Details

Trustees	Alan Gardner, Chairman Colin Treliving John Pooler Ann Clay Greg Langfield Margaret Spencer Jane Sirkett (appointed 1 April 2017) Ken Simpson (resigned 17 March 2018)
Principal Office	St Luke's House 71 - 73 Friar Lane Nottingham NG1 6DH
Company Registration Number	07512852
Charity Registration Number	1143205
Independent Examiner	John O'Brien, employee of Community Accounting Plus 7 Mansfield Road Nottingham NG1 3FB

Nottingham Society of Artists Ltd

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 31 March 2018.

Structure, governance and management

Nature of governing document

The charity is a company limited by guarantee and registered charity. It is operated under the rules of its memorandum and articles of association dated 01/02/2011 and most recently amended 06/06/2013 as amended by certificate of incorporation on change of name dated 18/06/2013. It has no share capital and the liability of each member in the event of winding-up is limited to £10.

Recruitment and appointment of trustees

The members vote at the AGM for new Trustees to be appointed, or Trustees are co-opted during the year and then their position is ratified at the AGM.

Objectives and activities

Objects and aims

The objects of the charity are for the public benefit, to advance education by the promotion and encouragement of the arts, including all forms of visual arts.

Objectives, strategies and activities

The main activities are providing art classes and gallery space for artists to exhibit their work.

Public benefit

If the public join as members they can take part in all the Society's activities.

The trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Achievements and performance

This year we did not need to do as much structural work to the building, which has resulted in a surplus in our accounts. We are very grateful to an ex-member who has generously donated £1,000 to us as a mark of her gratitude to the Society.

This year we have decided to support local charities such as The Parkinson Society by hiring the gallery for lower rents. This we hoped will be an ongoing project as we have found the support of the schools exhibitions, which we have staged for a number of years is too demanding for our resources.

We are pleased to see a steady and continuing rise in membership and although the majority of members are at retirement age we are engaging more new and younger artists. While the membership has increased we are sad to report the deaths of three of our long serving and valued members, Jim Brown, Hedley Carrington, and Eric Allsebrooke.

Nottingham Society of Artists Ltd

Trustees' Report

Financial review
We are happy with our financial progress.

Policy on reserves

We hold approximately £42,000 as reserve funds. Reserves are held to support the maintenance of our building, we intend to ringfence funds for certain projects this coming year.

Statement of Trustees' Responsibilities

The trustees (who are also the directors of Nottingham Society of Artists Ltd for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- 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; and
- 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 adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and 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.

The annual report was approved by the trustees of the charity on 9 May 2018 and signed on its behalf by:

.....
Alan Gardner
Trustee

Nottingham Society of Artists Ltd

Independent Examiner's Report to the trustees of Nottingham Society of Artists Ltd

Independent examiner's report to the trustees of Nottingham Society of Artists Ltd ('the Company')
I report to the charity trustees on my examination of the accounts of the company for the year ended 31 March 2018.

Responsibilities and basis of report
As the charity's trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

.....
John O'Brien MSc, FCCA, FCIE, employee of Community Accounting Plus
Fellow of the Association of Charity Independent Examiners

7 Mansfield Road
Nottingham
NG1 3FB

Date:.....

Nottingham Society of Artists Ltd

Statement of Financial Activities for the Year Ended 31 March 2018 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Total 2018 £	Total 2017 £
Income and Endowments from:				
Donations and legacies	2	1,206	1,206	150
Charitable activities	3	28,546	28,546	29,277
Investment income	4	25	25	23
Total Income		29,777	29,777	29,450
Expenditure on:				
Charitable activities	5	(19,383)	(19,383)	(30,787)
Total Expenditure		(19,383)	(19,383)	(30,787)
Net income/(expenditure)		10,394	10,394	(1,337)
Net movement in funds		10,394	10,394	(1,337)
Reconciliation of funds				
Total funds brought forward		689,445	689,445	690,782
Total funds carried forward		699,839	699,839	689,445

All of the charity's activities derive from continuing operations during the above two periods.

Nottingham Society of Artists Ltd

(Registration number: 07512852)
Balance Sheet as at 31 March 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	11	639,146	639,291
Current assets			
Cash at bank and in hand		61,391	54,025
Creditors: Amounts falling due within one year	12	(698)	(3,871)
Net current assets		60,693	50,154
Net assets		699,839	689,445
Funds of the charity:			
Unrestricted income funds			
Unrestricted funds		699,839	689,445
Total funds		699,839	689,445

For the financial year ending 31 March 2018 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements on pages 5 to 12 were approved by the trustees, and authorised for issue on 9 May 2018 and signed on their behalf by:

.....
Colin Treliving
Trustee

1 Accounting policies

Summary of significant accounting policies and key accounting estimates
The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance
The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation
Nottingham Society of Artists Ltd meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern
The financial statements have been prepared on a going concern basis.

The trustees assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the charity to continue as a going concern. The trustees make this assessment in respect of a period of one year from the date of approval of the financial statements.

Exemption from preparing a cash flow statement
The charity opted to adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Income and endowments
Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Expenditure
All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Taxation
The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets
Individual fixed assets costing £500.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation
Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Furniture & equipment	25% straight line
Land & buildings	Depreciation has not been charged on the land and buildings, because in the opinion of the trustees, the estimated residual value is not materially different from the carrying amount of the land and buildings.

Cash and cash equivalents
Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors
Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Fund structure
Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

2 Income from donations and legacies

	Unrestricted funds		
	General £	Total 2018 £	Total 2017 £
Donations and legacies;			
Donations from individuals	1,206	1,206	150
	1,206	1,206	150

3 Income from charitable activities

	Unrestricted funds		
	General £	Total 2018 £	Total 2017 £
Membership subscription	17,231	17,231	16,188
Rental income	1,329	1,329	2,204
Gallery rental	8,337	8,337	8,805
Commission on exhibition sales	1,415	1,415	1,750
Sundry income	234	234	330
	28,546	28,546	29,277

4 Investment income

	Unrestricted funds General £	Total 2018 £	Total 2017 £
Interest receivable and similar income;			
Interest receivable on bank deposits	25	25	23

5 Expenditure on charitable activities

	Unrestricted funds General £	Total 2018 £	Total 2017 £
Rates & water rates	3,402	3,402	3,263
Heat & light	3,484	3,484	3,412
Insurance	4,298	4,298	4,130
Telephone	509	509	409
Cleaning	201	201	170
Wages	1,168	1,168	1,123
Exhibition costs	288	288	1,009
Printing, postage & stationery	1,690	1,690	2,265
Equipment, repairs & premises maintenance	2,418	2,418	12,666
Prizes, hospitality & gifts	-	-	400
Advertising & memberships	240	240	390
Sundry expenditure	5	5	157
Depreciation	145	145	145
Legal & professional fees	1,040	1,040	991
Honorarium	200	200	100
Licences	295	295	157
	19,383	19,383	30,787

6 Net incoming/outgoing resources

Net incoming/(outgoing) resources for the year include:

	2018 £	2017 £
Depreciation of fixed assets	145	145

7 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

8 Fees payable to independent examiner

During the period, the fees payable (excluding VAT) to the charity's independent examiner Community Accounting Plus are analysed as follows:

	2018 £	2017 £
Independent examination	530	526
Other financial services	156	256
	686	782

9 Staff costs

The aggregate payroll costs were as follows:

	2018 £	2017 £
Staff costs during the year were:		
Wages and salaries	1,168	1,123

The monthly average number of persons (including senior management team) employed by the charity during the year was as follows:

	2018 No	2017 No
Average number of employees	1	1

No employee received emoluments of more than £60,000 during the year.

10 Taxation

The charity is a registered charity and is therefore exempt from taxation.

11 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Total £
Cost			
At 1 April 2017	639,000	1,782	640,782
At 31 March 2018	639,000	1,782	640,782
Depreciation			
At 1 April 2017	-	1,491	1,491
Charge for the year	-	145	145
At 31 March 2018	-	1,636	1,636
Net book value			
At 31 March 2018	639,000	146	639,146
At 31 March 2017	639,000	291	639,291

12 Creditors: amounts falling due within one year

	2018 £	2017 £
Trade creditors	-	2,845
Other creditors	698	1,026
	698	3,871

13 Charity status

The charity is a charity limited by guarantee and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £10 towards the assets of the charity in the event of liquidation.

14 Related party transactions

There were no related party transactions in the year.