

REGISTERED COMPANY NUMBER: 02348358 (England and Wales)
REGISTERED CHARITY NUMBER: 801207

**Report of the Trustees and
Audited Financial Statements for the Year Ended 30 June 2019
for**

**The Safety and Reliability Society
(Limited by Guarantee)**

**The Safety and Reliability Society
(Limited by Guarantee)**

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for the Year Ended 30 June 2019**

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The Safety and Reliability Society
(Limited by Guarantee) (Registered number: 02348358)

Report of the Trustees
for the Year Ended 30 June 2019

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 year ended 30 June 2019. The trustees have adopted the provisions of 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).

OBJECTIVES AND ACTIVITIES

Objectives and activities

The company's objects and principal activities are:

- a) To advance education and promote the scientific study of safety and reliability and associated disciplines, maintainability, availability, risk assessment and life cycle costing, in relation to the design of plant, systems and equipment for the benefit of the public and thereby to promote industry and commerce.
- b) To publish the results of such studies worldwide in the interests of education.

Grantmaking policy

The Society makes grants to its branches and to the subsidiary company SaRS Limited to help promote and support the aims of the Society.

FINANCIAL REVIEW

Financial position

The Society acts as a forum for discussion and to promote the scientific study of safety and reliability and associated disciplines.

The Society has continued to focus on several initiatives in the past year that are aimed at boosting recruitment and retention in the short and long term, collaboration with other organisations and improving the governance and structure of the organisation. During this financial year the Society focused on renewal of the Professional Affiliate Licence with Engineering Council UK. This involved an overview of strategy and operations. A full audit was held in April 2018 and was successful, securing the professional Affiliate Licence for a further five years.

The Society is now actively working towards becoming a Licenced Member of Engineering UK and the opportunity to register Chartered and incorporated Engineering. The focus on resource and direction of finances towards this is a feature of future budgeting.

Six active branches have been maintained with a wide variety of programmes which have provided the membership with excellent knowledge exchange in keeping with the charities aims and objectives. These have been expanded with a series of webinars which have increased in membership and become international in 2018. As a result SaRS has invested in expanded software.

The Society Journal and the Society newsletter continue to publish technical papers and articles. The Society continues to use social networking on Twitter and LinkedIn in to promote activities and have joined the Engineering Council Initiative 'Year of Engineering' to extend the social reach.

Office staffing remains the same. Leases and commitments have been reviewed during the year and savings made. The use of Skype for meetings has reduced travel costs and allowed more committee members to join. The Society has procured a new website during the year. This was negotiated on a pro-bono basis as part of portfolio work for a new IT start-up and will boost SaRS Member-facing facility and provide a new home for webinars.

Committee work has continued during the year and the Society has continued to work with external organisations to raise the profile of safety and reliability practice and to provide knowledge opportunities for practitioners.

The Society continues to work to a break-even budget and to fulfil the charitable aims of the organisation.

Investment policy

The Council invests the Society's free reserves in building society deposits and higher interest bank deposit accounts so as to earn where possible interest on surplus reserves whilst also maintaining a high degree of liquidity to ensure the Society remains solvent at all times.

The Safety and Reliability Society
(Limited by Guarantee) (Registered number: 02348358)

Report of the Trustees
for the Year Ended 30 June 2019

FINANCIAL REVIEW

Reserves policy

The Trustees have established a policy whereby the accumulated funds not committed or invested in tangible fixed assets are held as a reserve against any possible shortfall in income in future periods.

As a result of the surplus income in the current year, at the balance sheet date the charity had reserves of £41,203 (2018: £21,076).

Public Benefit

The Safety and Reliability Society is a Registered Charity (number 801207). The trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit: running a charity (PB2)' when setting out the aims, which are stated as:

'To advance education and promote the scientific study of safety and reliability and associated disciplines, maintainability, availability, risk assessment and life cycle costing, in relation to the design of plant, systems and equipment for the benefit of the public and thereby to promote industry and commerce, and to publish the results of such studies worldwide.' (Charitable Aims)

and in an excerpt from the Society bylaws:

- to establish professional and educational standards for safety and reliability engineers
- to provide a central organisation dedicated to the stimulation and advancement of safety and reliability technology for the benefit of industry and the public
- to provide an international forum for the exchange of information on safety and reliability engineering
- to establish standard techniques and encourage consistency in their application
- to encourage organisations and government departments to apply safety and reliability engineering techniques

(Society Bylaws)

The Society operates a Code of Conduct so that no harm can come to anyone in contact with or uses the services of the organisation. The Society works with an awareness of the Equalities Act and strives to ensure that all equality criteria are met.

Anyone can join the Safety and Reliability Society. The fee structure for joining is agreed by the trustees of the Society at the Annual General Meeting and communicated to members and the general public regularly through mailings and the website. A programme of reduced fees is in place for those in need. The membership benefits for those who are members are a related newsletter and a Journal.

Anyone who is interested in the Society can visit the Society office free of charge and the Society has branch events where members and non members can attend at no cost. The Society runs a public website with a free-to-use Body of Knowledge. The public charitable benefit of the Safety and Reliability Society is the provision of a service that promotes safety and reliability for everyone. The beneficiaries are anyone who benefits from the provision of awareness and education regarding safety and reliability, both members and non-members.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The organisation is a charitable company limited by guarantee, incorporated on 15th February 1989 and registered as a charity on 29th March 1989. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1 if the company is wound up whilst still a member or within one year after membership has ceased.

Recruitment and appointment of new trustees

Under the requirements of the Memorandum and Articles of Association and the By-Laws the Council members of the Society are elected to be appointed as a member of the Council either to fill a casual vacancy or as an additional member of the Council. The officers of the Council of management who served during the year are listed above.

The Safety and Reliability Society
(Limited by Guarantee) (Registered number: 02348358)

Report of the Trustees
for the Year Ended 30 June 2019

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The Council have adopted a risk averse strategy to their investment plans with focus on retaining access to cash resources to meet expenses as and when required.

It is the Council's aim to ensure the continued existence of The Safety and Reliability Society to the benefit of its members and this has a large influence on the decision making of the Council.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

02348358 (England and Wales)

Registered Charity number

801207

Registered office

Hollinwood Business Centre
Albert Street
Oldham
MANCHESTER
OL8 3QL

Trustees

Mr A B Buchan	President	- resigned 27.11.18
Mr P Stanton	Finance Director	
Mr C Dennis	Past Chair	
Dr E A Taylor	Chair	
Mr R Denning	President	- appointed 27.11.18
Mr P Sheppard	Chair Elect	- appointed 27.11.18

Company Secretary

Dr J A Ward MBE

Auditors

Voisey & Co
Statutory Auditor
8 Winmarleigh Street
Warrington
Cheshire
WA1 1JW

**The Safety and Reliability Society
(Limited by Guarantee) (Registered number: 02348358)**

**Report of the Trustees
for the Year Ended 30 June 2019**

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of The Safety and Reliability Society (Limited by Guarantee) 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 Accounting Standards (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 charitable 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Voisey & Co, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on and signed on its behalf by:

.....
Chief Executive
Dr J A Ward MBE - Secretary

**Report of the Independent Auditors to the Trustees of
The Safety and Reliability Society
(Limited by Guarantee) (Registered number: 02348358)**

Opinion

We have audited the financial statements of The Safety and Reliability Society (Limited by Guarantee) (the 'charitable company') for the year ended 30 June 2019 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 June 2019 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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 Auditors responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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.

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 trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company'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.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements ; or
- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

**Report of the Independent Auditors to the Trustees of
The Safety and Reliability Society
(Limited by Guarantee) (Registered number: 02348358)**

Responsibilities of trustees

In preparing the financial statements, the trustees are responsible for assessing the charitable company'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 trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

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 a Report of the Independent Auditors 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 Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Section 144 of the Charities Act 2011 and regulations made under Section 154 of that Act. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditors' 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 charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Voisey & Co
Statutory Auditor
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
8 Winmarleigh Street
Warrington
Cheshire
WA1 1JW

Date:

**The Safety and Reliability Society
(Limited by Guarantee)**

**Statement of Financial Activities
for the Year Ended 30 June 2019**

	Notes	30.6.19 Unrestricted fund £	30.6.18 Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies		8,027	7,804
Charitable activities			
Subscriptions		108,176	98,703
Other income		4,379	700
Charitable activities		-	193
Investment income	2	38	1
Total		120,620	107,401
 EXPENDITURE ON			
Charitable activities			
Charitable activities		93,099	80,023
Other		7,394	2,890
Total		100,493	82,913
NET INCOME		20,127	24,488
 RECONCILIATION OF FUNDS			
Total funds brought forward		21,076	(3,412)
TOTAL FUNDS CARRIED FORWARD		41,203	21,076

The notes form part of these financial statements

The Safety and Reliability Society
(Limited by Guarantee) (Registered number: 02348358)

Balance Sheet
At 30 June 2019

	Notes	30.6.19 Unrestricted fund £	30.6.18 Total funds £
FIXED ASSETS			
Investments	7	100	100
CURRENT ASSETS			
Debtors	8	58,980	54,982
Cash at bank and in hand		53,787	42,189
		112,767	97,171
CREDITORS			
Amounts falling due within one year	9	(71,664)	(76,195)
		41,103	20,976
NET CURRENT ASSETS			
		41,203	21,076
TOTAL ASSETS LESS CURRENT LIABILITIES			
		41,203	21,076
NET ASSETS			
		41,203	21,076
FUNDS			
Unrestricted funds	10	41,203	21,076
		41,203	21,076
TOTAL FUNDS			

The notes form part of these financial statements

The Safety and Reliability Society
(Limited by Guarantee) (Registered number: 02348358)

Balance Sheet - continued
At 30 June 2019

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2019.

The members have not deposited notice, pursuant to Section 476 of the Companies Act 2006 requiring an audit of these financial statements.

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 audited under the requirements of Section 144 of the Charities Act 2011.

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

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

.....
Mr R Denning -Trustee

.....
Mr P Stanton -Trustee

**The Safety and Reliability Society
(Limited by Guarantee)**

**Notes to the Financial Statements
for the Year Ended 30 June 2019**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value.

The presentation currency is £ sterling. Monetary amounts in these financial statements are rounded to the nearest £.

The charity has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows;
- the requirement of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.41(b), 11.41(c), 11.41(e), 11.41(f), 11.42, 11.44, 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26, 12.27, 12.29(a), 12.29(b) and 12.29A.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. 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.

Fund accounting

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

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

**The Safety and Reliability Society
(Limited by Guarantee)**

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2019**

1. ACCOUNTING POLICIES - continued

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Financial instruments

The trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Statutory Information

The Safety and Reliability Society, a company limited by guarantee, is domiciled in England & Wales, registration number 02348358. The registered office is Hollinwood Business Centre, Albert Street, Oldham, Manchester OL8 3QL.

2. INVESTMENT INCOME

	2019 £	2018 £
Bank interest	38	1
	<u>38</u>	<u>1</u>

3. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	30.6.19 £	30.6.18 £
Auditors' remuneration	2,190	1,650
Other operating leases	744	602
	<u>2,934</u>	<u>2,252</u>

**The Safety and Reliability Society
(Limited by Guarantee)**

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2019**

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 30 June 2019 nor for the year ended 30 June 2018.

Remuneration of Key Management Personnel

The charity considers its key management personnel to comprise its Trustees and Chief Executive. The total employment benefits including employer pension contributions and employers national insurance of the key management personnel were £32,322 (2018 £31,128).

Trustees' expenses

There were no trustees' expenses paid for the year ended 30 June 2019 nor for the year ended 30 June 2018.

5. STAFF COSTS

The average monthly number of employees during the year was as follows:

	30.6.19	30.6.18
Administration	2	2
	<u>2</u>	<u>2</u>

No employees received emoluments in excess of £60,000.

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	7,804
Charitable activities	
Subscriptions	98,703
Other income	700
Charitable activities	193
Investment income	<u>1</u>
Total	<u>107,401</u>
EXPENDITURE ON	
Charitable activities	
Charitable activities	80,023
Other	<u>2,890</u>
Total	<u>82,913</u>
NET INCOME	<u>24,488</u>
RECONCILIATION OF FUNDS	
Total funds brought forward	(3,412)
TOTAL FUNDS CARRIED FORWARD	<u><u>21,076</u></u>

**The Safety and Reliability Society
(Limited by Guarantee)**

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2019**

7. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
MARKET VALUE	
At 1 July 2018 and 30 June 2019	100
 NET BOOK VALUE	
At 30 June 2019	100
At 30 June 2018	100

There were no investment assets outside the UK.

The Company holds 100% of the Ordinary Share Capital of SaRS Limited, incorporated in England and Wales. The registered office address is Hollinwood Business Centre, Albert Street, Oldham, OL8 3QL.

SaRS Limited undertake the promotion of scientific study of safety and reliability and associated disciplines. The results for the year are as follows:

	30.6.19	30.6.18
	£	£
Assets	8,465	4,967
Liabilities	(7,471)	(3,689)
	994	1,278
 Shareholders' Funds		
	30.6.19	30.6.18
	£	£
Turnover	-	-
Expenditure	284	(739)
	(284)	(739)
Profit/(Loss) for the year		

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.6.19	30.6.18
	£	£
Trade debtors	43,399	40,317
Amounts owed by group undertakings	4,388	899
Other debtors	1,296	1,296
Prepayments and accrued income	9,897	12,470
	58,980	54,982

**The Safety and Reliability Society
(Limited by Guarantee)**

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2019**

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.6.19	30.6.18
	£	£
Trade creditors	1,103	1,627
Subscriptions in advance	50,448	66,161
Social security and other taxes	841	530
Other creditors	1,664	1,664
Accruals and deferred income	17,608	6,213
	<u>71,664</u>	<u>76,195</u>

10. MOVEMENT IN FUNDS

	At 1.7.18 £	Net movement in funds £	At 30.6.19 £
Unrestricted funds			
General fund	21,076	20,127	41,203
	<u>21,076</u>	<u>20,127</u>	<u>41,203</u>
TOTAL FUNDS	<u>21,076</u>	<u>20,127</u>	<u>41,203</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	120,620	(100,493)	20,127
	<u>120,620</u>	<u>(100,493)</u>	<u>20,127</u>
TOTAL FUNDS	<u>120,620</u>	<u>(100,493)</u>	<u>20,127</u>

Comparatives for movement in funds

	At 1.7.17 £	Net movement in funds £	At 30.6.18 £
Unrestricted Funds			
General fund	(3,412)	24,488	21,076
	<u>(3,412)</u>	<u>24,488</u>	<u>21,076</u>
TOTAL FUNDS	<u>(3,412)</u>	<u>24,488</u>	<u>21,076</u>

**The Safety and Reliability Society
(Limited by Guarantee)**

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2019**

10. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	107,401	(82,913)	24,488
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>107,401</u>	<u>(82,913)</u>	<u>24,488</u>

11. PENSION COMMITMENTS

The charity operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the charity in an independently administered fund. The pension cost charge represents contributions payable by the charity to the fund and amounted to £1,134 (2018 £1,131). There were no outstanding contributions at the balance sheet date.

12. RELATED PARTY DISCLOSURES

The company has a wholly owned operating subsidiary, SaRS Limited, which recharges to the company a proportion of its administration expenses and staff costs. During the year, the recharges amounted to £29,906 (2018 £29,165). At the balance sheet date, the balance owed by SaRS Limited to the company amounted to £4,388 (2018: £899).

13. DEFERRED INCOME

Deferred income comprises of subscription income received which relates to future periods.

	£
Balance as at 1st July 2018	66,161
Amount released to income earned from other trading activities	(66,161)
Amount deferred in the year	50,448
	<hr/>
Balance as at 30th June 2019	<u>50,448</u>

14. STATUS OF COMPANY

The Company is limited by guarantee without share capital. At the year end date there were five guarantors and each guarantor is limited by guarantee to £1.

15. TAXATION

As a charity, The Safety and Reliability Society Limited is exempt from tax on income and gains falling within S505 of the Taxes Act 1988 or S256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No charges have arisen in the charity. Tax recovered on donations and subscriptions received under Gift Aid in the year amounted to £8,554 (2018: £11,185).

**The Safety and Reliability Society
(Limited by Guarantee)**

**Detailed Statement of Financial Activities
for the Year Ended 30 June 2019**

	30.6.19 £	30.6.18 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	8,027	7,804
Investment income		
Deposit account interest	38	1
Charitable activities		
Subscriptions	108,176	98,896
Other income	4,379	700
	112,555	99,596
Total incoming resources	120,620	107,401
EXPENDITURE		
Charitable activities		
Wages	33,376	32,274
Social security	100	-
Pensions	1,134	1,131
Insurance	498	491
Postage and stationery	3,168	4,440
Advertising	4,725	4,095
Expenses recharged from SaRS	29,906	29,165
Conference and meeting expenses	1,510	288
Journal expenses	9,500	-
	83,917	71,884
Other		
Other operating leases - rent	744	602
Bad debts	6,650	2,288
	7,394	2,890
Support costs		
Finance		
Bank charges	1,953	1,703
Other		
Sundries	2,764	2,355
Branch Grants	190	768
	2,954	3,123
Governance costs		
Auditors' remuneration	2,190	1,650
Engineering Council and Hazard Forum fees	2,085	1,663
	4,275	3,313
Total resources expended	100,493	82,913

This page does not form part of the statutory financial statements

**The Safety and Reliability Society
(Limited by Guarantee)**

**Detailed Statement of Financial Activities
for the Year Ended 30 June 2019**

	30.6.19 £	30.6.18 £
Net income	<u>20,127</u>	<u>24,488</u>

This page does not form part of the statutory financial statements