



## **TREASURER'S REPORT**

Attached is a copy of the Association's accounts at 31 December 2017. The incorporated LRA is a very small company and is deemed by the government to be a micro entity and as such the attached accounts are in the format required.

The 2016 accounts for the incorporated LRA, were only for the last 3 months of the year (the period for which the LRA was trading), whereas the 2017 accounts are for the whole 12 months.

### Profit and Loss Account

As you can see from the Profit and Loss Account for the year, there was a surplus of £107.52. The income for the year, as usual, mainly came from subscriptions, with some donations from members. The three year membership fee has to be split over a three year period in the accounts – a third of it is transferred to the Profit and Loss account each year and this is the amount of money that can be used for that year, together with the one year membership fees and any donations. The interest received on the deposit account is again minimal, however other accounts investigated to try and get a higher rate of interest have been proved not to be suitable because of the minimum deposit required. The LRA is affiliated on a yearly basis to the Leatherhead Community Association and the Campaign to Protect Rural England.

The 2017 balances of the Leatherhead High Street Fund and the Environment Fund have been transferred into a new Project Fund. It was decided by the Directors that the income and expenditure of future projects (eg. Open Gardens) should be incorporated into the P&L account. Hence 'Project income' is the income of the 2017 Open Gardens, and the 'Project expenses' is the associated Open Gardens expenditure. Project income also includes the payment from MVDC for bags of rubbish collected by the organised Litter Pick.

The Balance Sheet shows that at 31 December 2017 the value of the Association increased marginally to £5236. The Prepayments shown are the advance payment for hiring the room at the Institute for January to March 2018, and the proportion of the website expenses and insurance already paid for but relating to 2018. The Subscriptions in Advance are the 2018 membership subscriptions, paid in 2017. The accrual is the payment to Companies House for the 2017 Confirmation statement but which is actually paid in 2018. The General Reserve is money put aside for any unforeseen eventualities.

Corporation Tax – this is only payable on Third Party income such as the Open Gardens and Litter Pick income, and is not applicable to the membership subscriptions or donations. However, the amount of income is more than off-set by all expenses incurred during the year, so there will be no Corporation Tax to pay.

Paula Sabine  
Hon. Treasurer