



Faculty of Forensic & Legal Medicine
of the Royal College of Physicians

Accounts and Report for the year ended
31st December 2010

Registered Charity No. 1119599

FACULTY OF FORENSIC & LEGAL MEDICINE



Index

	Page
1. Reference and Administrative Information	1
2. Trustees' Report	2 - 5
3. Treasurer's Report	6 - 7
4. Independent Auditor's Report	8
5. Statement of Financial Activities	9
6. Balance Sheet	10
7. Notes to the Financial Statements	11 - 16

FACULTY OF FORENSIC & LEGAL MEDICINE



Reference and Administrative Information

Registered Charity No. 1119599

Board of Trustees

Professor Ian Wall (President)
Dr George Fernie (Registrar and President-elect)
Dr Peter Schutte (Treasurer)
Dr Margaret Stark (Academic Dean)
Dr Andrew Reid (Vice President, Medical Coroners)
Dr Catherine White (Vice President, Forensic Medicine)
Dr Nicholas Clements (Vice President, Medico-Legal)
Dr Anthea Martin
Professor John Farnan
Professor Anthony Busuttil (until February 2011)
Professor Peter Vanezis
Dr Patrick Cadigan (RCP)
Mr Clive Constable (RCP)

Lay Members:

Mr Phil Willan
Dr Michael Robertson

Principal Advisors

Bankers:

C Hoare and Company
37 Fleet Street
London EC4P 4DQ

Solicitors:

Field Fisher Waterhouse
35 Vine Street
London EC3N 2AA

Auditors:

MacIntyre Hudson LLP
Euro House
1394 High Road
London N20 9YZ

Accountants:

Professional Consultancy Services Ltd
Kingfishers
High Road
Broxbourne
Herts EN10 7BT

Administrative and Principle Office

116 Great Portland Street
London W1W 6PJ

Trustees' Report

The Trustees present their report and the financial statements for the year ended 31 December 2010 which have been prepared in accordance with the Charities Act 1993 and the Statement of Recommended Practice 2005 'Accounting and Reporting by Charities ('SORP 2005') issued in March 2005.

Structure, Governance and Management

The Faculty was constituted by the Royal College of Physicians of London, which, under the Bye-Laws deriving from its Royal Charter, can create faculties. The Faculty's specific governing document is its Standing Orders, approved by the College. The Faculty is part of the College, but is free within the terms of its Standing Orders to manage its particular business.

The Trustees are the members of the Board. The officers of the Faculty are elected by and from the Faculty and become ex-officio members of the Board. Members of the Board are elected by and from the Faculty membership, or nominated by the Board. College representatives are nominated by the Royal College of Physicians of London, and the lay representatives are recruited via the College's Patient and Carer Network.

Objectives and Activities

The Faculty has the following objects:

- To promote for the public benefit the advancement of education and knowledge in the field of forensic and legal medicine in all its classes ("Forensic and Legal Medicine").
- To develop and maintain for the public benefit the good practice of Forensic and Legal Medicine by ensuring the highest professional standards of competence and ethical integrity.

The activities the Faculty is allowed to pursue are:

- To set professional standards for admission to membership of the Faculty.
- To promote training and research in Forensic and Legal Medicine for the public benefit.
- To conduct examinations and award certificates and diplomas.
- To establish lectures in Forensic and Legal Medicine and award prizes and scholarships.

Trustees' Report (*continued*)

Objectives and Activities (*continued*)

- To disseminate, in any appropriate way, information on matters affecting Forensic and Legal Medicine.
- To hold such meetings and courses as may be desirable in order to promote the work of the Faculty.
- To advise on matters affecting Forensic and Legal Medicine.
- To represent the specialty of Forensic and Legal Medicine on appropriate councils and committees.
- To secure and maintain recognition as the body responsible for professional standards in Forensic and Legal Medicine.
- To provide a forum for registered practitioners working in Forensic and Legal Medicine who are not eligible for membership of the Faculty.
- To liaise with other bodies concerned with Forensic and Legal Medicine.
- To promote international communication in the field of Forensic and Legal Medicine.
- To undertake and execute any charitable trusts which may lawfully be undertaken by the Faculty.
- To invest the monies of the Faculty not immediately required for its purposes.
- To accumulate income for as long as the law allows.
- In furtherance of the objects of the Faculty to establish, support and aid any charitable associations or institutions and to subscribe and guarantee money for their charitable purposes.
- To borrow and raise money for the purposes of the Faculty.
- Subject to such consents as may be required by law, to operate bank accounts, buy and sell land, take leases, enter into contracts, employ staff or agents, effect insurance policies, provide pensions and generally conduct the affairs of the Faculty.

The Trustees confirm that they have complied with the duty contained in section 4 of the Charities Act 2006 to have due regard to the guidance issued by the Charity Commission on public benefit.

Trustees' Report (*continued*)

Achievements and Performance

In 2010 the Faculty:

- Held its fourth Annual General Meeting on 7 May 2010 in Manchester.
- Maintained its charitable status.
- Maintained the Faculty's own premises, close to the College.
- Further developed the website both to provide information to the public and to members, and to streamline operational processes.
- Appointed the fourth David Jenkins Professor, Jacqueline Mok.
- Continued to be consulted by a number of governmental and non-governmental bodies.
- Identified core competencies in Forensic and Legal Medicine, and met with Postgraduate Medical Education Training Board/Department of Health for the purposes of developing specialist status through credentialing.
- Developed interim standards for forensic medicine following a public consultation.
- Maintained the Membership examinations and held training courses.
- Continued the process of developing procedures for licensing and re-certification.
- Made successful bids to the Academy of Medical Royal Colleges to develop appraisal training and an e-CPD system.
- Reviewed services provided by the Royal College of Physicians.

Reserves Policy

The Faculty aims to hold a level of 'free' reserves excluding tangible and intangible fixed assets equivalent to between one and two years of operating expenditure. At 31 December 2010 the restricted reserves stood at £60,037 and general funds had decreased to £330,480. At 31 December 2010, the level of 'free' reserves also decreased to £257,089 broadly in line with this policy position and which is consistent with the longer term strategy.

Risk Management

The Trustees have considered the major risks to which the charity is exposed and systems have been established to mitigate these risks. Other than the security of the Faculty's investments and bank balances, which are held in accounts with reputable institutions, the Faculty is not exposed to significant risks.

Trustees' Report (*continued*)

Statement of Trustees' Responsibilities

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and regulations.

Charity law requires the Trustees to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).

Under charity 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 charity and of its net incoming or outgoing resources for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue to operate.

The Trustees are responsible for keeping proper accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 1993. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Board of Trustees and signed on its behalf

Trustee
27th April 2011



Faculty of Forensic & Legal Medicine
of the Royal College of Physicians

Treasurer's Report

Financial Accounts for the year ended 31st December 2010

The year 2010 has been our third full year of accounts since the Faculty's independent charitable status was confirmed by the Charity Commission on 11th June 2007.

It has been a difficult year, but overall we have managed to meet our financial objectives for the year. We ended the year with a total loss of £46,116 from all activities before other recognised gains and losses, which is £1,486 above the budget forecast. Taking into account the other recognised gains on investment assets the losses were reduced to £28,069.

Overall income rose from £273,176 in 2009 to £298,510 in 2010. Of this total income membership fees of £197,933 were down by £21,179 as expected, offset by increases in income from educational courses and applications for CPD course approval

The biggest single expenditure was staff costs. These rose, as expected, from £95,073 to £125,335 to meet the substantially higher workload.

Items which exceeded the budget included Journal publication costs and PR literature and brochures. Most other items were broadly in line with our budget.

Conference costs were more than covered by income in 2010, resulting in a net contribution of just under £12,000.

Cash in the bank, almost equally divided between a current account and an instant access deposit account, amounted to a total of £143,512. Our fixed term deposit account was closed. On the instructions of the Board, I arranged for our bank, C. Hoare & Co, to invest our reserves conservatively through a manager who specialises in advising charities. By the end of the year the market value of the investment amounted to £231,570 and an additional £137,699 was held in cash.

The total funds representing the net assets amounted to £390,517

Treasurer's Report (*continued*)

The Academy of Medical Royal Colleges gave the Faculty grants of £38,402, the majority of the income of which in accordance with UK GAAP will be recognised in next year's financial statements.

A major review was undertaken of the services purchased through the Royal College of Physicians. This was prompted primarily by the need for the Faculty to pay VAT on salaries for staff employed by the College and seconded to the Faculty. We therefore now employ our staff directly. Other areas reviewed included payroll, HR function, IT, telephone, postage and room hire. Overall savings of more than £20,000 are anticipated for 2011.

The loss incurred in 2010 was planned to strike a balance between the costs associated with the natural evolution of the Faculty, and the substantial increase in subscriptions seen from 2009 to 2010. Now that the examination is properly established and the Faculty is fully-fledged, we cannot afford to offer subscription levels which are below the "market rate" and which maintain an annual deficit. It is inevitable that we face another substantial increase for the subscription year of 2011. I therefore propose the following increases:

	2010	2011
Honorary Fellows	-	-
UK Fellows	£395.00	£450.00
Retired Fellows	£212.00	£220.00
Overseas Fellows	£198.00	£225.00
UK Members	£395.00	£450.00
Retired Members	£212.00	£220.00
Overseas Members	£198.00	£225.00
UK Affiliates	£198.00	£205.40
Overseas Affiliates	£99.00	£102.70

The top rate above compares with the following:

FRCP	£495.00
FFPM	£479.00
FRCGP	£470.00
FFOM	£458.00

I would also like to introduce a special, new subscription of £100 for those retired Fellows and Members who have relinquished their license to practise medicine from the GMC.

In conclusion, the Faculty remains in a strong financial position and is progressing well, but we still need to develop our financial processes, policies and procedures to ensure we can provide the financial stability to meet our long term objectives. The continuing success of the Faculty is dependent on the credibility of our membership examinations, CPD procedures and credentialing pilots, and these three endeavours will continue to require a substantial financial investment over the coming year.

Dr Peter Schutte FFFLM
Treasurer

27th April 2011

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE FACULTY OF FORENSIC & LEGAL MEDICINE OF THE ROYAL COLLEGE OF PHYSICIANS

We have audited the financial statements of The Faculty of Forensic & Legal Medicine of the Royal College of Physicians for the year ended 31 December 2010 which comprise the Statement of Financial Activities, the Balance Sheet, and the related notes. 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).

This report is made solely to the trustees, as a body, in accordance with section 43 of the Charities Act 1993 and regulations made under section 44 of that Act. Our audit work has been undertaken so that we might state to the trustees 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditor

As explained more fully in the Trustees' Responsibilities Statement set out on page 5 the trustees are responsible for the preparation of financial statements which give a true and fair view.

We have been appointed as auditor under section 43 of the Charities Act 1993 and report in accordance with regulations made under section 44 of that Act. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2010 and of its incoming resources and application of resources 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 Charities Act 1993.

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 1993 requires us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; 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.

MacIntyre Hudson LLP
Statutory Auditor
Euro House
1394 High Road
London N20 9YZ

MacIntyre Hudson LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

Faculty of Forensic and Legal Medicine

Statement of Financial Activities for the year ended 31 December 2010

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2010 £	Total 2009 £
INCOMING RESOURCES					
Incoming resources from generated funds:					
Voluntary income - donations		875	303	1,178	300
Investment income	3	2,393	-	2,393	2,245
Incoming resources from charitable activities:					
Membership		197,933	801	198,734	219,112
Conferences		43,290	-	43,290	25,948
Educational		41,170	-	41,170	12,445
Royalties from publications and journal		12,467	-	12,467	12,285
Sale of memorabilia		382	-	382	473
Other incoming resources		-	-	-	368
Total incoming resources		<u>298,510</u>	<u>1,104</u>	<u>299,614</u>	<u>273,176</u>
RESOURCES EXPENDED					
Cost of generating funds					
Investment management fees		745	-	745	-
In furtherance of the charity's objectives:					
Membership	4a	244,811	1,482	246,293	206,446
Conferences		31,886	-	31,886	14,797
Educational	4b	43,746	-	43,746	17,685
Publications and journal	4c	4,524	-	4,524	4,524
Sale of memorabilia		-	-	-	2,221
Governance costs	4d	17,694	-	17,694	12,162
Other resources expended		842	-	842	-
Total resources expended		<u>344,248</u>	<u>1,482</u>	<u>345,730</u>	<u>257,835</u>
Net (outgoing)/incoming resources before other recognised gains and losses		(45,738)	(378)	(46,116)	15,341
OTHER RECOGNISED GAINS/(LOSSES)					
Gains/(losses) on investment assets:					
Unrealised	9	17,927		17,927	-
Realised		120		120	-
Net movement in funds		<u>(27,691)</u>	<u>(378)</u>	<u>(28,069)</u>	<u>15,341</u>
Funds brought forward as at 1 January 2010		358,171	60,415	418,586	402,063
Prior year adjustment	14	-	-	-	1,182
Funds brought forward as restated		<u>358,171</u>	<u>60,415</u>	<u>418,586</u>	<u>403,245</u>
Funds carried forward as at 31 December 2010		<u>330,480</u>	<u>60,037</u>	<u>390,517</u>	<u>418,586</u>

All of the above represent continuing operations.
There are no gains and losses other than those shown above.

The notes on pages 11 to 16 form part of these financial statements.

Faculty of Forensic and Legal Medicine

Balance Sheet as at 31 December 2010

		2010		2009	
	Notes	£	£	£	£
Fixed Assets					
Tangible fixed assets	7		4,405		10,754
Intangible fixed assets	8		68,986		73,510
Investments	9		231,570		-
			304,961		84,264
Current Assets					
Debtors	10	24,908		18,505	
Cash at bank and in hand	11	281,224		559,927	
			306,132		578,432
Creditors: amounts falling due within one year	12			244,110	
			220,576		
Net current assets			85,556		334,322
Net Assets			390,517		418,586
Funds of the Charity					
Restricted funds	13		60,037		60,415
Unrestricted general funds			330,480		358,171
Total Funds			390,517		418,586

Approved by the Board of Trustees and authorised for issue on 27th April 2011 and signed on their behalf by:

Dr Peter Schutte
Trustee

The notes on pages 11 to 16 form part of these financial statements.

Faculty of Forensic and Legal Medicine

Notes to the financial statements for year ended 31 December 2010

1 Basis of Accounting

The financial statements are prepared under the historical cost convention, modified to include the revaluation of investments and in accordance with the Charities Act 1993 and the Statement of Recommended Practice, Accounting and Reporting by Charities 2005 (SORP 2005) and with applicable accounting standards.

2 Accounting Policies

Recognition of incoming resources

These are included in the Statement of Financial Activities (SoFA) when:

- the charity becomes entitled to the resources;
- the trustees are virtually certain they will receive the resources; and
- the monetary value can be measured with sufficient reliability.

Grants and donations

Grants and donations are only included in the SoFA when the charity has unconditional entitlement to the resources. Where donor imposes conditions that the resource is expended in a future accounting period, income is recorded as deferred income at the balance sheet date and a creditor is included under deferred income.

Expenditure

All expenditure is accounted for on an accruals basis and includes VAT where applicable. The Faculty is not registered for VAT.

Governance costs

Governance costs include costs of the preparation and examination of statutory accounts, the costs of trustee meetings and cost of any legal advice to trustees on governance or constitutional matters.

Support Costs

All support costs are allocated to membership costs as the principal charitable activity of the Faculty.

Fixed Assets

These are capitalised if they can be used for more than one year and cost at least £1,000. They are valued at cost or a reasonable value on receipt.

Depreciation and amortisation of fixed assets

Depreciation and amortisation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

- Computer equipment - 33.3% straight line method
- Furniture and fittings - 20% straight line method
- Intellectual property rights - 5% straight line method

Impairment review

An impairment review and review of the useful economic life of intangible fixed assets was carried out during the financial year as required under FRS10 and FRS11.

Investments

Investments are stated in the Balance Sheet at the mid-market value at the Balance Sheet date. Realised gains or losses are calculated by reference to disposal proceeds and either the opening market value or cost if acquired during the year.

Foreign currency translations

Monetary assets and liabilities are translated at rates of exchange ruling at the balance sheet date. Transactions in foreign currencies undertaken in the year have been translated at the rate ruling at the date of the transaction. Transaction differences are recorded in the SoFA.

Faculty of Forensic and Legal Medicine

Notes to the financial statements for year ended 31 December 2010

..... Continued

3 Investment Income	2010	2009
	£	£
Dividends	1,617	-
Interest on Investments	90	-
Bank interest earned on cash balances	686	2,245
	<u>2,393</u>	<u>2,245</u>

4 Total Resources Expended		Total	Total
	Direct	Staff	2010
Note	Costs	Costs	2009
			£
Investment management fees	745	-	745
Membership	4a 119,476	125,335	244,811
Conferences	31,886	-	31,886
Educational	4b 43,746	-	43,746
Publications and journals	4c 4,524	-	4,524
Sale of memorabilia	-	-	-
Governance costs	4d 17,694	-	17,694
Other resources expended	842	-	842
	<u>218,913</u>	<u>125,335</u>	<u>344,248</u>
			<u>257,835</u>

4a Membership costs	Unrestricted	Restricted	2010	2009
			£	£
Library and information services	4,700	-	4,700	4,635
Staff costs	125,335	-	125,335	95,073
Office staff training	1,951	-	1,951	1,265
Rent, rates and service charge	17,474	-	17,474	16,841
Light and heat	1,218	-	1,218	1,309
Repairs and maintenance	-	-	-	33
Building insurance	625	-	625	350
Laundry and cleaning	657	-	657	600
Website development	479	-	479	4,700
Certificates	-	-	-	902
Computer running costs	642	-	642	1,778
Administration charges	8,650	-	8,650	9,200
Travel and meetings	20,145	801	20,946	17,156
Entertainment	128	-	128	227
Printing, postage and stationery	3,437	-	3,437	3,899
Telephone	1,248	-	1,248	1,092
Sundry expenses	100	-	100	132
Journal publications	38,581	-	38,581	29,128
Research costs	116	681	797	-
PR literature and brochures	3,290	-	3,290	-
Professional HR services	327	-	327	-
Depreciation of furniture and fittings	4,176	-	4,176	4,176
Depreciation of computer equipment	4,572	-	4,572	7,500
Furniture and fittings expensed	77	-	77	290
Bank charges	3,874	-	3,874	3,210
Professional indemnity insurance	3,009	-	3,009	2,950
	<u>244,811</u>	<u>1,482</u>	<u>246,293</u>	<u>206,446</u>

Faculty of Forensic and Legal Medicine

Notes to the financial statements for year ended 31 December 2010

..... Continued

4b Educational costs	2010	2009
	£	£
Examination training	13,042	7,634
Development training	7,609	1,493
OCSE training	-	1,750
Appraiser training	3,398	2,160
CPD Training	-	858
Invigilation costs	304	322
Examination costs	15,144	1,715
Travelling costs	4,249	1,753
	<u>43,746</u>	<u>17,685</u>

4c Publications and journal costs	2010	2009
	£	£
Amortisation of intangible fixed assets	4,524	4,524
	<u>4,524</u>	<u>4,524</u>

4d Governance costs	2010	2009
	£	£
Auditor's remuneration - audit fees	4,686	4,300
Legal fees	-	920
Accountancy fees	7,213	5,405
Board room hire costs	2,786	-
Board meeting travel costs	3,009	1,537
	<u>17,694</u>	<u>12,162</u>

5 Trustees' Expenses

Travel expenses of £20,049 (2009: £11,043) were reimbursed to ten (2009: eight) Trustees.

In addition, two Trustees (2009: one) were paid a total amount of £750 (2009: £750) in connection with their training to become examiners.

6 Staff Costs

	2010	2009
	£	£
Staff costs seconded inwards from Royal College of Physicians	<u>125,335</u>	<u>95,073</u>

All staff are employed by the Royal College of Physicians and the costs include basic gross salary, benefits in kind, employers national insurance contributions and any pension contributions. There were an average of 3 full time equivalent employees in the year (2009: 2.3 FTE).

No employee earned in excess of £60,000 per annum.

No trustees have received any remuneration.

Faculty of Forensic and Legal Medicine

Notes to the financial statements for year ended 31 December 2010

..... Continued

7 Tangible Fixed Assets

	Computer Equipment £	Furniture & Fittings £	Total £
Cost			
At 1 January 2010	44,370	20,880	65,250
Additions in the year	2,399	-	2,399
At 31 December 2010	46,769	20,880	67,649
Depreciation			
At 1 January 2010	38,836	15,660	54,496
Charge for the year	4,572	4,176	8,748
At 31 December 2010	43,408	19,836	63,244
Net book value at			
At 31 December 2010	3,361	1,044	4,405
At 31 December 2009	5,534	5,220	10,754

8 Intangible Fixed Assets

Intangible fixed assets comprises a 50% interest in the Intellectual Property Rights to the journal publication of the Faculty of Forensic and Legal Medicine

Cost	£
At 1 January 2010	90,475
At 31 December 2010	90,475
Amortisation	
At 1 January 2010	16,965
Charge for the year	4,524
At 31 December 2010	21,489
Net book value at	
At 31 December 2010	68,986
At 31 December 2009	73,510

Faculty of Forensic and Legal Medicine

Notes to the financial statements for year ended 31 December 2010

..... Continued

9 Investments	Unrestricted General	Restricted	Total 2010	Total 2009
	£	£	£	£
Market value at 1 January 2010	-	-	-	-
Additions to investments at cost	241,905	-	241,905	-
Disposals at carrying value	(28,262)	-	(28,262)	-
Unrealised net gains on revaluation	17,927	-	17,927	-
	<u>231,570</u>	<u>-</u>	<u>231,570</u>	<u>-</u>
Market value at 31 December 2010	<u>231,570</u>	<u>-</u>	<u>231,570</u>	<u>-</u>
Historical costs at 31 December 2010	<u>213,643</u>	<u>-</u>	<u>213,643</u>	<u>-</u>
The above investments are held as follows:			£	£
Listed on UK Stock Exchange			184,850	-
Listed overseas			46,720	-
Investments in the following funds exceed 5% of the investment portfolio			%	£
Ishares S & P 500 Index Fund Ord			9.34	34,467
Legal & General UK Index Trust			7.85	28,980
Standard Life Sterling Liquidity Fund			5.83	21,500
10 Debtors			2010	2009
			£	£
Trade debtors			1,378	2,114
Other debtors			-	166
Rent deposit			3,125	3,125
Prepayments			20,405	4,600
Accrued income			-	8,500
			<u>24,908</u>	<u>18,505</u>
11 Cash at bank and in hand			2010	2009
			£	£
Investment accounts			137,699	-
Cash at bank			143,512	559,907
Petty cash			13	20
			<u>281,224</u>	<u>559,927</u>
12 Creditors: amounts falling due within one year			2010	2009
			£	£
Trade creditors - Royal College of Physicians			34,265	145,896
Other trade creditors			15,302	3,240
Other creditors			4,571	412
Accruals			15,771	6,912
Academy of Medical Royal Colleges - Grant Funds Deferred			38,402	-
Deferred income			112,265	87,650
			<u>220,576</u>	<u>244,110</u>

Deferred income brought forward of £87,650 was released in the year and £150,667 was deferred during the year. Deferred income relates to income recognised over more than one year in accordance with the accounting policy.

Faculty of Forensic and Legal Medicine

Notes to the financial statements for year ended 31 December 2010

..... Continued

13 Restricted funds

	Balance at 01/01/2010	Income	Expenses	Balance at 31/12/2010
	£		£	£
WG Johnston Memorial Fund	34,615	303	681	34,237
David Jenkins Memorial Fund	25,800	-	-	25,800
Academy of Medical Royal Colleges - CPD Fund	-	801	801	-
	<u>60,415</u>	<u>1,104</u>	<u>1,482</u>	<u>60,037</u>

The David Jenkins Memorial Fund is to be utilised to support educational, teaching or research projects, in the field of forensic medicine.

The WG Johnston Memorial Fund will be used to assist Fellows, Members and Affiliates of the Faculty and other qualifying practitioners, with grants in forensic and legal medicine, as well as supporting appropriate publications, educational and training programmes.

The Academy of Medical Royal Colleges has awarded the Faculty grant funding to meet the development and first year's running costs of an electronic CPD system. The project started shortly after the end of the current financial year.

14 Prior year adjustments

The Faculty undertook a review of a number of balance sheet items during the prior year ended 31 December 2009 and concluded that certain assets which had been written off prior to it obtaining Charitable Status on 11 June 2007 should be reinstated as capital assets and so reflected on the balance sheet. This represented a change in accounting policy.

The Faculty also changed the accounting policy in respect of the recognition of membership subscriptions from a receipts basis to an accruals basis. Other adjustments relate to a change in recognition for certain items of expenditure.

	2010	2009
The impact of these adjustments is summarised below:		
Net increase of reinstatement of tangible fixed assets	-	20,439
Net increase of reinstatement of intangible fixed assets	-	78,034
Net decrease from accrued and deferred income adjustments	0	(61,539)
Net decrease from expenditure adjustments	0	(35,752)
Net increase to prior year funds	<u>0</u>	<u>1,182</u>