

Registered Company No 05371054
Registered Charity No 1111842

**THE FOUNDATION FOR LAW, JUSTICE AND SOCIETY
A COMPANY LIMITED BY GUARANTEE
AND NOT HAVING A SHARE CAPITAL**

**ACCOUNTS FOR THE YEAR ENDED
31 DECEMBER 2011**

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**THE FOUNDATION FOR LAW, JUSTICE AND SOCIETY
A COMPANY LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL**

**TRUSTEES REPORT
FOR THE YEAR ENDED 31 DECEMBER 2011**

ADMINISTRATIVE DETAILS

Company Registration No	05371054
Charity Registration No	1111842
Principal Office	Wolfson College, Linton Road, Oxford, OX2 6UD
Registered Office	c/o Bircham Dyson Bell, 50 Broadway, London, SW1H 0BL
Governing Document	Memorandum and Articles of Association dated 21 February 2005
Trustees/Directors	J Adams (Chairman) D Galligan J Bacastow S Rayner R Plant
Administration director	Judy Niner
Bankers	HSBC, 65 Cornmarket Street, Oxford, OX1 3HY
Solicitors	Penny Chapman, Bircham Dyson Bell, 50 Broadway, London, SW1H 0BL
Auditors	Critchleys LLP, Greyfriars Court, Paradise Square, Oxford, OX1 1BE

**THE FOUNDATION FOR LAW, JUSTICE AND SOCIETY
A COMPANY LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL**

**TRUSTEES REPORT
FOR THE YEAR ENDED 31 DECEMBER 2011 (CONTINUED)**

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Foundation for Law, Justice and Society is a charitable company limited by guarantee, governed by its Memorandum and Articles of Association dated 21 February 2005. It is registered as a charity with the Charity Commission. The directors of the charitable company are its trustees for the purposes of charity law and throughout this report are collectively referred to as the trustees.

New trustees are appointed either to fill a casual vacancy or by way of addition to the Board. Particular emphasis is placed upon the appointment of Trustees with knowledge and experience relevant to the charitable company's activities.

When new Trustees are appointed they are given an introduction to the work of The Foundation for Law, Justice and Society and provided with the information they need to fulfil their roles, which includes information about the role of the Trustees and their responsibilities under the Companies and Charities Acts. They are also invited to attend functions and meetings prior to taking up positions on the board.

A third of the trustees must retire each year.

Day-to-day administration of the Society is delegated to an Administrative Director, Judy Niner, under the supervision of the Trustees. Decision-making powers are retained by the Trustees and exercised at regular Trustees' meetings.

The Foundation is affiliated to the Centre for Socio-Legal Studies, a department of the University of Oxford. The Centre works with the Foundation to organize academic events and produce research and published materials. The Foundation funds two research posts at the Centre for Socio-Legal Studies. The Professor of Socio-Legal Studies is a Director/Trustee of the Foundation.

The Foundation is also affiliated to Wolfson College, where it is based.

The Foundation receives its funding from the Foundation for the Advancement of Justice Through Education, a foundation registered in the Isle of Man, which shares its aims and objectives.

Risk Management

The Trustees have identified the major risks which may affect the charity and have taken reasonable steps to mitigate those risks.

OBJECTIVES

The principal objectives for the Foundation in 2011 were to

- Organise a series of events related to the Foundation's key themes of courts, constitutions and social contract
- Generate online materials emanating from these events
- Continue to develop the Foundation's role as an online publisher ensuring effective, active dissemination of materials to bridge the gap between academia and policymakers
- Support research into socio-legal issues and educational programmes to extend academic interest in this area of law in particular by organising the Foundation's third Summer School for undergraduates

The Trustees have complied with the duty in section 4 of the Charities Act 2006 to have due regard to public benefit guidance published by the Charity Commission.

**THE FOUNDATION FOR LAW, JUSTICE AND SOCIETY
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**TRUSTEES REPORT
FOR THE YEAR ENDED 31 DECEMBER 2011 (CONTINUED)**

ACHIEVEMENTS AND PERFORMANCE

The Foundation continued to make progress in achieving its principal objectives, including

- The Foundation increased the audiences participating in the Foundation's events and benefiting from its publications and online materials including
 - Live audiences of over 500 at public lectures and debates
 - Over 180 observers at workshops and seminars
 - Reaching a total of 85,000 downloads of video and audio podcasts of FLJS lectures and workshops
 - Over 13 400 unique visitors to the FLJS website – up 35% on 2010
 - Delivery of a regular e-newsletter to over 2,000 contacts, an increase of 5% on the previous year
- The Foundation's third Summer School followed the format of those in previous years, with a 2 week programme for 17 undergraduates from the US, UK and Eastern Europe. Held in Oxford, the Foundation provided students with an intensive introduction to the study of law and society. The US students came from Rutgers University and Kenyon College, both institutions with which the Foundation has an ongoing relationship. Participants were selected competitively and were fully funded by the Foundation to ensure the best students could attend, regardless of financial status. Feedback from the participants was again extremely positive.
- The Foundation organized 16 academic workshops and public lectures focusing on Courts and Public Policy (4), Social and Political Foundations of Constitutions (9), Regulation (2) and Law and Society in Russia (1). During the year academics from Oxford and other UK universities were joined by overseas participants such as Janos Kis (Professor of Philosophy, Central European University), Tom Ginsburg (Professor of Law, Chicago University) and Katherine Hendley (University of Wisconsin-Madison).
- A public debate was held at Magdalen College on the Role of Courts in a Democracy with participation from a high profile panel made up of Lord Justice Jacobs, Professor Dan Keleman (Professor of Political Science, Rutgers University), Mr Charles Clarke and Mr Justice Sales. The debate was recorded and made available through the FLJS website.
- The Foundation's Annual Lecture on The Indirect Origins of the Political Constitution was delivered by Professor Denis Galligan, a Director of the Foundation and Professor of Socio-Legal Studies, University of Oxford. The aim of the lecture was to examine the character of constitutions from a social and historical perspective with a view to explaining why the political character has been restrained in favour of the judicial character. Over 100 graduate and undergraduate students, researchers and academics attended the event.
- With sponsorship from the Foundation, the Centre for Socio-Legal Studies organized workshops on Foundations of Law, Legalism in the Ancient World and The Hidden World of Consumer ADR, Redress and Behaviour.

**THE FOUNDATION FOR LAW, JUSTICE AND SOCIETY
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**TRUSTEES REPORT
FOR THE YEAR ENDED 31 DECEMBER 2011 (CONTINUED)**

ACHIEVEMENTS AND PERFORMANCE

- During the year the Foundation funded 2 research posts through grants to the University of Oxford's Centre for Socio-Legal Studies, supported teaching at Rutgers University and consolidated the pilot programme it has been funding at Kenyon College with a £433,544 grant to ensure the continuation of the Summer Scholars Program in Socio-Legal Studies. This programme provides students from a variety of academic disciplines with the opportunity to engage in field work and research of their choosing, in order to gain a better understanding of the role of law in daily lives and contemporary issues.
- The Foundation has increased its in-kind support for Wolfson College by offering the part-time services of its Communications Director, thus sharing its increasing experience and knowledge of the use of digital media to communicate academic work to diverse audiences.

FUTURE PLANS

The charity's plans for 2012 are to

- Continue to increase the audiences for all the Foundation's activities, particularly focussing on online dissemination of materials
- Expand the range of materials available through the FLJS website by working closely with partner organisations such as the Centre for Socio Legal Studies, University of Oxford and individual researchers
- Continue to provide funding for research and student programmes at the Centre for Socio-Legal Studies, Kenyon College and Rutgers University
- Continue to hold a series of small events focussing on Constitutions and workshops on aspects of regulation and the role of courts
- Develop a closer working relationship with Wolfson College, Oxford with a view to greater collaboration

**THE FOUNDATION FOR LAW, JUSTICE AND SOCIETY
A COMPANY LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL**

**TRUSTEES REPORT
YEAR ENDED 31 DECEMBER 2011 (CONTINUED)**

Trustees' responsibilities in relation to the financial statements

The Trustees (who are also directors of The Foundation for Law, Justice and Society for the purposes of company law) are responsible for preparing the Trustees' Report 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 year. In preparing the financial statements, the Trustees are required to

- select suitable accounting policies and then 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,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the accounts comply with the Companies Act 2006. 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.

In so far as the Trustees are aware, there is no relevant audit information of which the charitable company's auditor is 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 auditor is aware of that information.

Small company exemptions

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

BY ORDER OF THE TRUSTEES


(Trustee/Director)

D GALLIGAN

Date 11th October 2012

INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
THE FOUNDATION FOR LAW, JUSTICE AND SOCIETY

We have audited the financial statements of The Foundation for Law, Justice and Society for the year ended 31 December 2011 which comprise the statement of financial activities, 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 charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the Trustees' Responsibilities Statement set out on page 5, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the accounts and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the accounts 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 accounts

An audit involves obtaining evidence about the amounts and disclosures in the accounts sufficient to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the charitable company'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 accounts. In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited accounts. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on accounts

In our opinion the accounts

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2011 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.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Annual Report of the Trustees for the financial year for which the accounts are prepared is consistent with the accounts.

INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
THE FOUNDATION FOR LAW, JUSTICE AND SOCIETY (CONTINUED)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us, or
- the accounts are not in agreement with the accounting records and returns, or
- certain disclosures of trustees' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit



Robert Kirtland, Senior Statutory Auditor
for and on behalf of Critchleys LLP
Statutory Auditors

Oxford

19 October 2012

THE FOUNDATION FOR LAW, JUSTICE AND SOCIETY

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 DECEMBER 2011

	Note	Unrestricted 2011 £	Restricted 2011 £	Total 2011 £	2010 £
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income	4	435,804	433,544	869,348	757,000
Other incoming resources		-	-	-	-
TOTAL INCOMING RESOURCES		<u>435,804</u>	<u>433,544</u>	<u>869,348</u>	<u>757,000</u>
RESOURCES EXPENDED					
Charitable activity	5				
Studying and communicating the role of law in international, regional and national affairs		424,309	433,544	857,853	962,633
Governance costs	6	<u>2,520</u>	-	<u>2,520</u>	<u>2,450</u>
TOTAL RESOURCES EXPENDED		<u>426,829</u>	<u>433,544</u>	<u>860,373</u>	<u>965,083</u>
NET INCOMING/(OUTGOING) RESOURCES		8,975	-	8,975	(208,083)
Total funds brought forward		<u>31,685</u>	-	<u>31,685</u>	<u>239,768</u>
Total funds carried forward		<u>40,660</u>	-	<u>40,660</u>	<u>31,685</u>

All activities are continuing There were no gains or losses recognised during the period except those shown above

As the company is limited by guarantee it is not considered appropriate to show a reconciliation of shareholders' funds

THE FOUNDATION FOR LAW, JUSTICE AND SOCIETY
(Registered Company No 05371054)
BALANCE SHEET

AT 31 DECEMBER 2011

	Note	2011 £	2010 £
FIXED ASSETS	7	4,333	4,477
CURRENT ASSETS			
Cash at bank and in hand		71,709	58,795
Debtors	8	<u>567</u>	<u>634</u>
		72,276	59,429
CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR	9	<u>(35,949)</u>	<u>(32,221)</u>
NET CURRENT ASSETS/(LIABILITIES)		<u>36,327</u>	<u>27,208</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>40,660</u>	<u>31,685</u>
RESERVES			
Unrestricted funds	10	<u>40,660</u>	<u>31,685</u>

These accounts are prepared in accordance with the provisions applicable to companies subject to the small companies regime under the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The notes on pages 10 to 13 form part of these accounts

The accounts were approved and authorised for issue by the Board of Directors on 11/10/12 2012 and signed on their behalf by

D. Galligan
Trustee/Director
D GALLIGAN

11 October 2012

THE FOUNDATION FOR LAW, JUSTICE AND SOCIETY

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2011

1 DIRECTORS' RESPONSIBILITIES

Company law requires the directors 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 results of the company for that year

In preparing those financial statements, the directors are required to select suitable accounting policies and then apply them consistently, make judgements and estimates that are reasonable and prudent, and prepare the accounts on a going concern basis unless it is inappropriate to presume that the company will continue in business

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

2 ACCOUNTING POLICIES AND MISCELLANEOUS INFORMATION

In common with many other charities of our size and nature, we use our auditors to assist with the preparation of the financial statements

In preparing the accounts the following accounting policies have been complied with

- a) The accounts have been prepared under the historical cost convention in accordance with applicable accounting standards, the Charities Act 2011 and the Statement of Recommended Practice (SORP 2005) "Accounting and Reporting by Charities". They have also been prepared in accordance with the provisions of the Companies Act 2006 relating to small companies
- b) Incoming resources are generally recognised on a receivable basis and are reported gross of related expenditure, where the amounts are reasonably certain and when there is adequate certainty of receipt
- c) Resources expended are accounted for on an accruals basis and gross of any related income. They are classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings, they have been allocated to activities on a basis consistent with use of the resources
 - Costs of charitable activities comprises direct expenditure. Where costs cannot be directly attributed, they have been allocated to activities on a basis consistent with the use of resources
 - Governance costs include those costs, such as audit fees and legal and professional fees, associated with constitutional and statutory requirements
- d) Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives

Office equipment	20% reducing balance
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- e) Foreign currency transactions are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. All differences are taken to the statement of financial activities

THE FOUNDATION FOR LAW, JUSTICE AND SOCIETY

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2011 (CONTINUED)

3 During the year, one trustee received remuneration of £31,920 (2010 30,670) for consultancy services. Trustees were reimbursed a total of £5,580 (2010 £15,417) for travel expenses incurred during the year.

4 Grants received in the year totalled £869,348 (2010 £757,000) from the Foundation for the Advancement of Justice through Education Ltd.

5	COSTS OF CHARITABLE ACTIVITY	Year End 31 December 2011 £	Year End 31 December 2010 £
	Studying and communicating the role of law in international, regional and national affairs		
	Grants 5a	552,791	661,282
	Wages and salaries	39,048	38,637
	Employers NI	4,379	4,267
	Events, conferences and associated costs	45,233	35,902
	Travel and subsistence	722	16,444
	Rent and rates	13,454	12,345
	Stationery and printing	1,315	669
	Telephone and internet expenses	461	671
	Insurance	878	860
	Website	2,803	2,745
	Legal and professional	483	3,445
	Administration fees	57,600	56,400
	Marketing	3,548	4,126
	Consultancy fees	55,452	54,232
	Sundry expenses	1,159	1,187
	Accountancy fees	3,546	3,898
	Bookkeeping fees	176	177
	Bank charges	460	556
	Foreign exchange losses	(155)	3,075
	Depreciation	1,083	1,119
	Publications	10,987	2,469
	Participant expenses	61,905	58,127
	Training	130	-
	Software	395	-
		<u>857,853</u>	<u>962,633</u>
5a	ANALYSIS OF GRANTS	£	£
	Grants to institutions	552,791	661,282
		<u>552,791</u>	<u>661,282</u>
6	GOVERNANCE COSTS	£	£
	Audit fees	<u>2,520</u>	<u>2,450</u>
		<u>2,520</u>	<u>2,450</u>

THE FOUNDATION FOR LAW, JUSTICE AND SOCIETY
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2011(CONTINUED)

7	TANGIBLE FIXED ASSETS		Office Equipment £	
	Cost			
	As at 1 January 2011		15,463	
	Additions		<u>939</u>	
	As at 31 December 2011		<u>16,402</u>	
	Depreciation			
	As at 1 January 2011		10,986	
	Charge for the year		<u>1,083</u>	
	As at 31 December 2011		<u>12,069</u>	
	Net book value			
	As at 31 December 2011		<u>4,333</u>	
	As at 31 December 2010		<u>4,477</u>	
8	DEBTORS	2011 £	2010 £	
	Grants receivable	-	-	
	Prepayments	<u>567</u>	<u>634</u>	
		<u>567</u>	<u>634</u>	
9	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	2011 £	2010 £	
	Trade creditors	10,637	8,709	
	Social security and other taxes	-	3,398	
	Other creditors	889	398	
	Accruals and other creditors	<u>24,423</u>	<u>19,716</u>	
		<u>35,949</u>	<u>32,221</u>	
10	FUNDS	Unrestricted £	Restricted (Kenyon) £	Total Funds £
	At 1 January 2011	31,685	-	31,685
	Incoming resources	435,804	433,544	869,348
	Resources expended	<u>(426,829)</u>	<u>(433,544)</u>	<u>(860,373)</u>
	At 31 December 2011	<u>40,660</u>	<u>-</u>	<u>40,660</u>

THE FOUNDATION FOR LAW, JUSTICE AND SOCIETY
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2011 (CONTINUED)

10 FUNDS (continued)

The Kenyon College restricted fund related to a £433,544 grant from the Foundation for the Advancement of Law through Education Limited which was provided to enable The Foundation for Law, Justice & Society to support a new Summer Scholars programme at Kenyon College

11 RELATED PARTY TRANSACTIONS

During the year the Foundation received grants totalling £869,348 (2010 £757,000) from the Foundation for the Advancement of Justice through Education Limited. At 31 December 2011 no amounts were outstanding from the Foundation of Justice through Education Limited (31 December 2010 £Nil). John Adams and Dennis Galligan, trustees of the Foundation for Law, Justice and Society, are also directors of The Foundation for the Advancement of Justice through Education Limited.