



Accountants &
business advisers

The BASW Trust

(Company number: 2214337)

(A company limited by guarantee and with charitable status)

Annual report
Year ended 30 September 2005



THE BASW TRUST (A company limited by guarantee and with charitable status)

ANNUAL REPORT

YEAR ENDED 30 SEPTEMBER 2005

CONTENTS	PAGE
TRUSTEE'S REPORT	1 – 3
AUDITOR'S REPORT	4 – 5
STATEMENT OF FINANCIAL ACTIVITIES	6
BALANCE SHEET	7
NOTES AND ACCOUNTING POLICIES	8 – 9

TRUSTEE'S ANNUAL REPORT

The trustee (who is also the director for the purpose of company law) submits the annual report including the audited financial statements for the year ended 30 September 2005.

1. CONSTITUTION

The charitable company ("the charity") was incorporated on 27 January 1988 as a company limited by guarantee and is governed by its Memorandum and Articles of Association. It is also registered as a charity (charity registration number 298588).

The principal address of the charity is:

16 Kent Street
Birmingham
B5 6RD

2. REVIEW OF ACTIVITIES

The main objects of the charity continue to be:

- a) to promote the education and training of social workers for the benefit of the public;
- b) to relieve poverty and its effects;
- c) to promote the education of the public in matters of social policy, social organisation and social problems.

This has been a particularly busy time for The BASW Trust, with the long awaited degree level training for social workers coming on stream. Regrettably, further high profile child protection tragedies, such as Victoria Climbié, have involved the trust making representations to the resultant Government enquiries and media interest attracted by such cases, to ensure an informed response.

The trust has also been involved with the new work force regulatory councils in each of the four countries of the UK.

The trust has maintained its commitment for campaigning for the relief of poverty, both in the UK and further afield.

3. TRUSTEE

The trustee of the charity during the year was The British Association of Social Workers.

4. RELATED PARTIES

The charity has transactions with The British Association of Social Workers, its controlling party. These are disclosed in notes 2 and 3 to the financial statements.

TRUSTEE'S ANNUAL REPORT

5. RELEVANT ORGANISATIONS

Auditors	PKF (UK) LLP New Guild House 45 Great Charles Street Queensway Birmingham B3 2LX
Bankers	The Co-operative Bank 118 – 120 Colmore Row Birmingham B3 3BA

6. RESERVES

For many years, the charity has benefited from donations and contributions in kind from the British Association of Social Workers which cover the cost of the trust and its charitable activities. The trustee believes that this support will be forthcoming in the future thereby obviating the need to hold any reserves.

7. RISK MANAGEMENT

The trustee has examined the major strategic, business and operational risks which the charity faces and confirms that systems have been established to mitigate those risks.

Members of the Association's ruling body, BASW Council are responsible for the management of risks arising from the Association's charitable objectives and related activities. Detailed consideration of risks are delegated to the Finance & Staffing Sub-committees who are assisted by the Association management group. Risks are identified, assessed and controls established throughout the year and formally reviewed on an annual basis. The key controls used by the charity include;

- Formal agendas for all Council and committee activity
- Terms of reference for all committees
- Comprehensive strategic planning, budgeting and management accounting
- Established organisation of structure and lines of reporting
- Formal written policies
- Annual review of the scope and adequacy of insurance cover and member indemnity.

Members of BASW Council are satisfied that effective action has been taken to minimise major risks that have been identified and to mitigate the effects of residual risks that cannot be eliminated.

TRUSTEE'S RESPONSIBILITIES

Company law requires the trustee of The BASW Trust to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the net income or expenditure of the company for that period. In preparing those financial statements, the trustee is required to:

TRUSTEE'S ANNUAL REPORT

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 company will continue in business.

The trustee is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable the trustee to ensure that the financial statements comply with the Companies Act 1985. The trustee is 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.

8. ELECTIVE RESOLUTIONS

Elective resolutions were passed by the member on 14 April 1996 whereby the charity has dispensed with the laying of accounts and reports before the charitable company in general meetings, the holding of annual general meetings and the obligation to appoint auditors annually. On 25 May 2005, PKF transferred their business to PKF (UK) LLP, a limited liability partnership. The charity has passed a resolution consenting to this transfer.

10. AUDITORS

As a consequence of the above elective resolution, the duly appointed auditors, PKF (UK) LLP, will continue in office until further notice.

11. SMALL COMPANY EXEMPTIONS

The trustee's report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

BY ORDER OF THE BOARD


I. JOHNSTON
COMPANY SECRETARY

Date: 9 February 2006

Registered office:

New Guild House
45 Great Charles Street
Queensway
Birmingham B3 2LX

THE BASW TRUST (a company limited by guarantee and with charitable status)

We have audited the financial statements of The BASW Trust for the year ended 30 September 2005 which comprise the Statement of Financial Activities, incorporating the Income and Expenditure Account, the Balance Sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the charity's member, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the charity's member those matters we are required to state to it 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 company and the charity's member for our audit work, for this report, or for the opinions we have found.

Respective responsibilities of the trustee and auditors

The trustee who is also the director of The BASW Trust for the purposes of company law, is responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards as set out in the Statement of Trustee's Responsibilities.

Our responsibility is to audit the financial statements in accordance with the relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Trustee's Annual Report is not consistent with the financial statements, if the charity has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding trustees' remuneration and transactions with the charity is not disclosed.

We read other information contained in the Trustee's Annual Report, and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements with the financial statements. Our responsibilities do not extend to any other information.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

THE BASW TRUST (a company limited by guarantee and with charitable status)
(continued)

Opinion

In our opinion, the financial statements give a true and fair view of the state of the charity's affairs as at 30 September 2005 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

PKF(UK)LLP

13 March 2006
BIRMINGHAM, UK

PKF (UK) LLP
Registered Auditors

STATEMENT OF FINANCIAL ACTIVITIES
(Incorporating the Income and Expenditure Account)

YEAR ENDED 30 SEPTEMBER 2005

	Notes	2005 Total funds £	2004 Total funds £
INCOME AND EXPENDITURE			
INCOMING RESOURCES:			
Income in kind		422,207	360,398
RESOURCES EXPENDED:			
Expenditure on activities in furtherance of the charitable objects	2	<u>422,207</u>	<u>360,398</u>
NET MOVEMENT IN TOTAL FUNDS			
		-	-
Beginning of the year		<u>-</u>	<u>-</u>
End of the year		<u>-</u>	<u>-</u>

All movements relate to unrestricted funds.

All amounts above are derived from continuing operations and the charity has no recognised gains or losses other than those passing through the statement of financial activities.

The notes on pages 8 and 9 form part of these financial statements.

BALANCE SHEET

30 SEPTEMBER 2005

	Notes	2005 £	2004 £
NET ASSETS		<u>-</u>	<u>-</u>
CAPITAL AND RESERVES			
General fund		<u>-</u>	<u>-</u>

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the trustee on 9 February 2006

G Jones



R Greeff

) On behalf of the trustee The
) British Association
) of Social Workers

The notes on pages 8 and 9 form part of these financial statements.

NOTES AND ACCOUNTING POLICIES

YEAR ENDED 30 SEPTEMBER 2005

1. ACCOUNTING POLICIES

The principal accounting policies of the charity are as follows:

a) Basis of accounting

The financial statements have been prepared under the historical cost convention in accordance with:

Financial Reporting Standard for Smaller Entities (June 2002)
SORP Accounting and Reporting by Charities (revised 2000)
The Companies Act (1985 and 1989)

b) Income

Income comprises payments in kind to cover expenditure incurred by the charity and is recognised when the expenditure is incurred.

2. EXPENDITURE ON ACTIVITIES IN FURTHERANCE OF THE CHARITABLE OBJECTS

	2005 £	2004 £
Promotion of education and training	126,662	108,119
Relief of poverty	42,221	36,040
Education of the public in matters of social policy etc	253,324	216,239
	<u>422,207</u>	<u>360,398</u>

3. RESULT FOR THE FINANCIAL YEAR

The result for the financial year is stated after charging auditors' remuneration of £890 (2004: £850).

The Trustee did not receive any remuneration during the year.

4. CAPITAL

The charity is limited by guarantee and as such has no share capital. The charity has one member, who has undertaken to pay a maximum of £1 should the charity go into liquidation.

5. CAPITAL COMMITMENTS

The charity had no capital commitments at 30 September 2005.

NOTES AND ACCOUNTING POLICIES

YEAR ENDED 30 SEPTEMBER 2005

6. ULTIMATE HOLDING COMPANY AND CONTROL

- a) The charity is a subsidiary undertaking of The British Association of Social Workers, a company limited by guarantee. During the year, The British Association of Social Workers made a donation in kind to the Trust of £422,207 (2004 - £360,398). A copy of the parent company's financial statements can be obtained from the British Association of Social Workers, 16 Kent Street, Birmingham, B5 6RD.
- b) The ultimate controlling party is the British Association of Social Workers.

7. RELATED PARTY TRANSACTIONS

There were no other related party transactions.