

Company registration number 2229663

Charity registration number 800733

**THE RENAL ASSOCIATION
(a company limited by guarantee)**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2006

**THE RENAL ASSOCIATION (a company limited by guarantee)
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FOR THE YEAR ENDED 31 DECEMBER 2006**

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**THE RENAL ASSOCIATION (a company limited by guarantee)
CHARITABLE COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2006**

REGISTERED OFFICE	Durford Mill Petersfield Hampshire GU31 5AZ
COMPANY NUMBER	2229663
CHARITY NUMBER	800733
AUDITORS	Hartley Fowler LLP 44 Springfield Road Horsham West Sussex RH12 2PD
BANKERS	Bank of Scotland plc 14/16 Cockspur Street London SW1Y 5BL

THE RENAL ASSOCIATION (A company limited by guarantee)
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2006

The Board of Trustees presents its annual report and audited financial statements for the year ended 31 December 2006.

The legal and administrative information set out on page 1 forms a part of this report.

The financial statements comply with current statutory regulations, the Memorandum and Articles of Association and the Statement of Recommended Practices (SORP) – Accounting and Reporting by Charities 2005.

CONSTITUTION

The Renal Association is a Company limited by guarantee as registered Company. Its Memorandum and Articles of Association govern the charitable Company. Management of the Association's affairs is vested in its board of Company directors, members of which are regarded as Trustees of the Charity.

COMPANY DIRECTORS / TRUSTEES

The following have served on the board of Trustees during the year to 31 December 2006.

Professor John Feehally (President – whole year)
Professor Andy Rees (Past President – until May 06 – part year)
Dr Donal O'Donoghue (President Elect, from May 06 - part year, Honorary Treasurer – until 8 August 2006 – part year)
Dr Chris Winearls (Clinical Vice-President – whole year)
Professor Terry Feest (Chairman of the Renal Association UK Renal Registry – until May 06 – part year)
Dr Charlie Tomson (Chairman of the Renal Association UK Renal Registry – from May 06 part year)
Dr David Goldsmith (Honorary Secretary – whole year)
Dr Stuart Rodger (Honorary Treasurer – from 8 August 2006 – part year)

The Board of Trustees comprises six individuals: 1. the current President; 2. the immediate Past President or the President Elect, when he/she is known; 3. the Clinical Vice-President; 4. the Chair of the Renal Registry; 5. the Honorary Secretary; 6. the Honorary Treasurer.

The company Directors/Trustees met formally four times in 2006 - 28th March, 2nd May, 8th August, and 4th December. They were additionally in close contact throughout the year, for example by regular email and telephone communications.

OBJECTIVES

The Renal Association is the professional body for nephrologists (renal physicians, or kidney doctors) and renal scientists in the UK. It is active in the planning and development of renal services and nephrology in Britain. It is also involved in the promotion and dissemination of research and education relating to the specialty. The Association was founded in 1950, when its activities were restricted to holding scientific meetings. It has more recently come to play an active role in the development of renal services within the U.K.

The objects of the Association are:

- To advance, collate and disseminate knowledge of renal structure and function
- To seek means for the prevention and treatment of renal disorders
- To deal with any matters concerning the welfare of patients with renal diseases and the organisation of services for their relief

THE RENAL ASSOCIATION (A company limited by guarantee)
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2006

REVIEW OF ACTIVITIES

Membership

Membership numbers remained steady with a total of 915 of which 464 were consultants and in addition there were 15 Corporate members (as of 31 December 2006). Over 60 individuals applied for membership in 2006.

Meetings

Two scientific meetings were held during 2006.

Joint meeting with the British Renal Society, May 2006, Harrogate
1180 attended this first joint meeting between the BRS and RA. There were 354 abstracts presented at the meeting. It was deemed a great success.

Joint meeting with the British Society of Hypertension, 28 November 2006, Royal College of Physicians, London
111 attended and the feedback has been excellent.

In addition, the Advanced Nephrology Course was held from 18 – 20 January 2006, at the Royal Society. This was the second year that the delegate number was 80 and was oversubscribed by 20 late applicants (compared to an over subscription of 8 in 2005). The feedback was extremely positive.

The annual Clinical Directors Forum was held on 03/03/06 at Guy's Hospital. Forty-two renal units were represented and civil servants from the Department of Health and the Scottish Executive were also present to discuss matters relating to renal service provision and delivery.

Committees and Other Bodies

The Association has a number of committees to address its specific objectives:

The Clinical Affairs Board coordinates the activities of these committees:

Renal Registry	Dr Charlie Tomson (Chair)
Clinical Services	Dr Kevin Harris (Chair)
Clinical Practice Guidelines	Dr David Wheeler (Chair)

The Education and Research Board coordinates the activities of these committees:

Education	Prof Edwina Brown (Chair)
International	Prof Meguid El-Nahas (Chair)
Research	Prof Caroline Savage (Chair)
Clinical Trials	Dr David Jayne (Chair)

Renal Association Awards and Prizes

Eight Medical Student Elective Bursaries were awarded in 2006

The AEG Raine award is made annually to a relatively junior member who has made a significant contribution to research, especially through presentations made at the Renal Association. In 2006 this was awarded to Menna Clatworthy.

The Martin Lockwood Awards and the John Walls Bursary enable members to visit the American Society of Nephrology combined with a visit to a unit/laboratory of their choice; a Lockwood Award was made to John Reynolds, the John Walls Bursary to Scott Widman.

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FOR THE YEAR ENDED 31 DECEMBER 2006

In addition, in 2006 eight Ortho-Biotech bursaries were awarded to help junior members attend the American Society of Nephrology in San Diego, California. The recipients were Aminu Bello, Claire Gannon, Evangelia Prodromidu, Patrick Mark, John Reynolds, Nick Selby, Anurag Singh, David Walbaum.

OTHER RENAL ASSOCIATION ACTIVITIES IN 2006

Members of the Executive Committee comprise:

1. the President, the previous President and/or President Elect; Secretary, Treasurer, Clinical Vice President and committee chairs. Note that Presidents are appointed after their election by the members of the charitable company.
2. Seven ordinary members appointed by means of similar elections that serve for three years. In 2006 the members were:

President	Prof John Feehally
Past President	Prof Andy Rees (until May 06)
President Elect	Dr Donal O'Donoghue (from May 06)
Clinical Vice President	Dr Chris Winearls
Chair Renal Registry	Prof Terry Feest (until May 06) Dr Charlie Tomson (from May 06)
Secretary	Dr David Goldsmith
Treasurer	Dr Donal O'Donoghue (until August 2006) Dr Stuart Rodger (from August 2006)
Committee (elected)	Dr Stuart Rodger (retired 2006) Dr Alice Smith (retired 2006) Dr David Wheeler (retired 2006) Dr Edwina Brown (retires 2007) Dr Henry Brown (retires 2007) Dr Richard Fluck (retires 2007) Dr Lawrence Goldberg (retires 2007) Dr Mark MacGregor (retires 2007) Dr Jonathan Kwan (retires 2008) Dr Tim Johnson (retires 2009) Dr Gordon Bell (retires 2009) Dr Phil Kalra (retires 2009)
Committee (ex officio)	Dr David Wheeler (Clinical Practice Guidelines Committee Chair) Dr Stuart Rodger (Clinical Services Committee Chair until May06) Dr Kevin Harris (Clinical Services Committee Chair from May 06) Prof Edwina Brown (Education and Training Chair) Dr David Jayne (Clinical Trials Committee Chair) Prof Meguid El-Nahas (International Committee Chair) Prof Caroline Savage (Research Committee Chair) Prof Neil Turner (Website Manager) Prof Stephen Powis (Chairman SAC Renal Medicine) Dr Mark Taylor (President BAPN) Dr Mick Kumwenda (Associate Specialist Rep) Dr Steve Watson (SpR Club Rep until August 06) Dr Vicki Moxham (SpR Club Rep from August 06) Dr Paul Rylance (Society for DGN Nephrologists Rep) Dr Paul Stevens (President BRS) Dr Roger Greenwood (Chairman Kidney Alliance)

THE RENAL ASSOCIATION (A company limited by guarantee)
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2006

The Chairs of the Renal Association committees (see above) are appointed by the Executive Committee after recommendation by the Trustees.

The Executive Committee met formally four times in 2006 (28 March, 2 May, 8 August 4 December) to consider the activities of the Association, including planning of the main meetings, as above, and to receive reports from the subcommittees and affiliated groups, outlined below.

The Clinical Affairs Board met three times in 2006.

The Renal Association UK Renal Registry committee met quarterly. Dr Charlie Tomson took over the Chair from Prof Terry Feest, with Dr David Ansell continuing as Registry Director. The Registry produced an annual report for 2005 describing the diagnoses and treatments for patients with established renal failure in the UK. The Registry continues to collect important information for patient care and research from the great majority of renal units in the UK. The Trustees act as a management board for the Registry, with ultimate responsibility for governance, financial affairs and strategy.

The Clinical Practice Guidelines committee was chaired by Dr David Wheeler. New guidelines are being developed in modular form and some became available in 2006.

The Clinical Services Committee. Dr Kevin Harris took over the Chair from Dr Stuart Rodger. It addressed important topics related to patient care. The committee organised the Clinical Directors' Forum, which was held in March 2006.

The *Education and Research Board* met once face to face and had one conference call in 2006.

The Clinical Trials Committee was chaired by Dr David Jayne. Advances were made in planning, fund-raising and clinical activity in trials for glomerulonephritis, renal artery stenosis, heart disease in renal failure, myeloma and other important diseases. The committee provided advice to other groups wishing to set up multi-centre clinical trials.

The Education and Training Committee was chaired by Professor Edwina Brown. Much effort was put into new educational initiatives and responding to the challenges of the revisions to medical student courses, early post graduate training and the likely major upheavals in specialist nephrology training.

The International Committee was chaired by Professor Meguid El-Nahas. A full register of renal sister centre schemes, and educational and training opportunities was initiated.

The *Research Committee* was chaired by Professor Caroline Savage. A major project was launched to develop a database of research active individuals with an interest in clinical and basic research.

The President chaired a *Renal Association Subcommittee* of senior award holders to ensure that Nephrologists received due recognition in the National Clinical Excellence Awards.

The *Joint Royal College of Physicians (London)/ Renal Association Specialty Committee on Renal Medicine* was chaired by Dr Charlie Tomson. The remit of the Committee encompasses many of the professional issues that affect nephrologists including professional responsibilities, workload and workforce planning, continued professional development and revalidation, training, and advice to NICE and other government organisations. It produced guidelines for the management and referral of chronic kidney disease.

The *SAC for Renal Medicine* was chaired by Prof Stephen Powis. It considered Educational Approval for New Training Posts. It has acted under the guidance of the new PMETB.

THE RENAL ASSOCIATION (A company limited by guarantee)
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2006

The Renal Association was affiliated to, and has input into, a variety of other kidney interest groups including; the British Renal Society, the Kidney Alliance, the Nephrology Specialist Registrar Club, the Society for District General Nephrologists, the British Association for Paediatric Nephrology, and the Specialty Advisory Committee on Renal Disease.

The Renal Association website underwent continuous revision by Professor Neil Turner. This has become, along with regular emailed eNEWS letters and some mailed messages, a major source of information for members.

The Renal Association had input into reviews put forward by the National Institute for Clinical Excellence, including Cinacalcet, and Renal Anaemia.

The Association had input into the development of a Renal Specialist Library within the National Electronic Library for Health. The President also represented the Association at the Renal Information Group (RIXG) whose important initiatives in renal informatics included "RenalPatientView" which was successfully introduced in many units.

THE RENAL ASSOCIATION (A company limited by guarantee)
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2006

TRUSTEE RESPONSIBILITIES

Risk Management

The company directors / Trustees have examined the major strategic, business and operational risks which the charitable company face and confirm that systems have been established to enable regular reports to be produced so that necessary steps can be taken to lessen these risks.

Reserve Policy

The Trustees have reviewed the necessary reserves for the charitable company, which at present are approximately 7 months of expenditure for restricted reserves and 14 months expenditure for unrestricted reserves. It is the aim of the Trustees to increase/maintain the reserves up to 12 months of expenditure, to ensure the charitable company can function on a secure financial footing. The Trustees are looking into methods of achieving this aim over the next few years. The balance of funds shall be placed in a secure bank account, to obtain a prudent balance between interest accrued and access to monies.

Trustees' Responsibilities

The charitable company's Trustees are responsible for preparing financial statements for each financial year that give a true and fair view of the charitable company's financial activities during the year and of its financial position at the end of the year. They are also responsible for ensuring that the Annual Report and the financial statements are prepared in accordance with applicable law and UK Generally Accepted Accounting Practice (UK GAAP). In preparing financial statements giving a true and fair view, the Trustees should follow best practice and:

- 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 a going concern basis unless it is inappropriate to assume that the charitable company will continue in operation

The Trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the charitable company and which enable them to ascertain that the financial statements comply with the Companies Act 1985 and other applicable legislation. 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 addition, where appropriate, the Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the Charitable Company's website. It is important to bear in mind that legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

The specific roles of the Trustees are summarised below.

President

Chair of the Trustees. Overall strategic leadership of the Association, Chair of the Executive Committee and of the Education & Research Board.

President Elect-Past President

Assists the President in carrying out his/her duties and responsibilities.

Clinical Vice-President –

Chair of the Clinical Affairs Board which co-ordinates the joint functions of the Renal Registry Committee, the Clinical Practice Guidelines Committee and the Clinical Services Committee. Deputises for the President, acts as Association liaison with NICE.

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REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2006

Chair. UK Renal Registry -

Strategic issues relating to the work of the Registry.

Secretary –

Membership enquiries, general enquiries, communication with the membership, planning of meetings, preparation of the agenda and minutes for the Executive and Trustee meetings.

Treasurer –

Accounts, contracts, budgeting.

Auditors

The Auditors, Hartley Fowler, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

The report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By order of the Trustees

Date:

Signed: J Feehally

Date: 3 May 2007

Signed: S Rodger

Date: 3 May 2007

THE RENAL ASSOCIATION (a company limited by guarantee)
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS
FOR THE YEAR ENDED 31 DECEMBER 2006

We have audited the financial statements of The Renal Association for the year ended 31 December 2006 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the charitable company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the charitable company's members 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the board of trustees and auditors

As set out in the trustees' annual report, the trustees are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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 trustees' report is not consistent with the financial statements, if the charitable company 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 charitable company is not disclosed.

We are not required to consider whether the statement in the trustees' report concerning the major risks to which the charitable company is exposed covers all existing risks and controls, or to form an opinion on the effectiveness of the charitable company's risk management and control procedures.

We read the trustees' report and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to further information.

Basis of opinion

We conducted our audit in accordance with International Standards on auditing (UK and Ireland) 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 charitable company'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.

Opinion

In our opinion the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the charitable company's affairs at 31 December 2006 and of its incoming resources and application of resources, including their income and expenditure, for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

HARTLEY FOWLER LLP
Chartered Accountants
Registered Auditor
44 Springfield Road
Horsham
West Sussex
RH12 2PD

Date: 8 May 2007

THE RENAL ASSOCIATION (a company limited by guarantee)
STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2006

	NOTES	Unrestricted Funds - Renal Association £	Restricted Funds - Renal Registry £	TOTAL Year to 31/12/06 £	Unrestricted Funds - Renal Association £	Restricted Funds - Renal Registry £	TOTAL Year to 31/12/05 £
INCOMING RESOURCES							
<u>Incoming resources from generated funds</u>							
Voluntary income							
Grants and donat - Renal patient view		12,000	-	12,000	37,511	-	37,511
- Ortho biotech bursary		7,000	-	7,000	7,000	-	7,000
- Other		8,731	1,378	10,109	-	600	600
Members' subscriptions		44,530	-	44,530	35,465	-	35,465
Corporate subscriptions		81,250	-	81,250	67,000	-	67,000
Capitation fees		-	647,727	647,727	-	532,728	532,728
Activities for generating funds							
Advertising/Sponsorship/Consultancy		2,450	588	3,038	27,340	37,000	64,340
Other activities		1,850	16,880	18,730	2,600	3,660	6,260
Investment income;							
Bank interest receivable (gross)		9,249	15,041	24,290	9,511	5,954	15,465
<u>Incoming resources from charitable activities</u>							
Scientific meetings		32,422	-	32,422	117,855	-	117,855
Total incoming resources	2	199,482	681,614	881,096	304,282	579,942	884,224
RESOURCES EXPENDED							
<u>Costs of generating funds</u>							
Costs of generating voluntary income							
Support costs		30,253	566,301	596,554	45,895	467,172	513,067
<u>Charitable activities</u>							
Grants to individuals		16,563	-	16,563	22,475	-	22,475
Renal patient view		18,144	-	18,144	48,850	-	48,850
Scientific committee expenses		8,000	-	8,000	3,518	-	3,518
Scientific meetings		29,876	-	29,876	116,792	-	116,792
<u>Governance costs</u>							
Management and administration expenses		73,384	48,051	121,435	53,329	28,579	81,908
Total resources expended	3/4/5	176,220	614,352	790,572	290,859	495,751	786,610
Net increase in funds		23,262	67,262	90,524	13,423	84,191	97,614
Retained funds brought forward		193,217	272,161	465,378	179,794	187,970	367,764
Retained funds carried forward		216,479	339,423	555,902	193,217	272,161	465,378

TOTAL RECOGNISED GAINS AND LOSSES - The Association has no recognised gains or losses other than the gains and losses as shown above.

CONTINUING OPERATIONS - None of the Association's activities were acquired or discontinued during the accounting years shown above.

HISTORICAL COST - There is no difference between the net income for the year and its historical cost equivalent.

The notes on pages 12 to 14 form part of these financial statements

THE RENAL ASSOCIATION (a company limited by guarantee)
BALANCE SHEET
AS AT 31 DECEMBER 2006

		Renal Association	2006 Renal Registry	Total	Renal Association	2005 Renal Registry	Total
	NOTES	£	£	£	£	£	£
FIXED ASSETS							
Tangible assets	6	-	1,080	1,080	-	1,973	1,973
CURRENT ASSETS							
Debtors	7	107,986	145,725	253,711	152,813	78,179	230,992
Cash at bank and in hand		231,956	259,507	491,463	226,166	262,280	488,446
		<u>339,942</u>	<u>405,232</u>	<u>745,174</u>	<u>378,979</u>	<u>340,459</u>	<u>719,438</u>
CREDITORS - amounts falling due within one year	8	<u>123,463</u>	<u>66,889</u>	<u>190,352</u>	<u>185,762</u>	<u>70,271</u>	<u>256,033</u>
NET CURRENT ASSETS		<u>216,479</u>	<u>338,343</u>	<u>554,822</u>	<u>193,217</u>	<u>270,188</u>	<u>463,405</u>
NET ASSETS		<u><u>216,479</u></u>	<u><u>339,423</u></u>	<u><u>555,902</u></u>	<u><u>193,217</u></u>	<u><u>272,161</u></u>	<u><u>465,378</u></u>
Financed by:							
FUNDS							
Restricted funds	9	32,325	339,423	371,748	38,469	272,161	310,630
Unrestricted funds:							
General funds		184,154	-	184,154	154,748	-	154,748
	11	<u>216,479</u>	<u>339,423</u>	<u>555,902</u>	<u>193,217</u>	<u>272,161</u>	<u>465,378</u>

These Financial Statements are prepared in accordance with the special provisions of Part VII of the Companies Act relating to small companies.

Approved on behalf of the Trustees on 3 May 2007 By

J Feehally

.....
J Feehally - President

S Rodger

.....
S Rodger - Treasurer

The notes on pages 12 to 14 form part of these financial statements

THE RENAL ASSOCIATION (a company limited by guarantee)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2006

1. ACCOUNTING POLICIES

1.1 Accounting conventions

The financial statements are prepared under the historical cost convention, in accordance with applicable accounting standards.

The recommendations of the statement of recommended practice (SORP) - Accounting and Reporting by Charities 2005 have been followed in the preparation of these financial statements.

1.2 Income

Subscriptions and orders are included in income when they are received; full provision is made for subscriptions received in advance. All voluntary income is included in income on receipt. Restricted income is included in the respective restricted fund.

1.3 Depreciation of tangible assets

Depreciation is provided on tangible assets at rates calculated to write off the cost less the estimated residual value of each asset over its expected useful life as follows:

Computer Hardware:	33% on cost
Office Equipment:	25% on cost

1.4 Fund Accounting

The Association has two restricted funds where the donor has imposed restrictions on the use of the funds which are legally binding. Details of the funds are given in Note 9.

The Association designates certain funds for specific purposes. The Executive Committee have decided that setting aside funds in this way is a useful financial discipline which will help the Association make the best use of its resources, even though there is no legal force to the designation.

1.5 Pension costs

The charitable company operates a money purchase (defined contribution) pension scheme.

Contributions payable to this scheme are charged to the profit and loss account in the period to which they relate. These contributions are invested separately from the charitable company's assets.

1.6 Apportionment of direct charitable and administrative expenditure

Expenditure which is not directly attributable to any given category has been apportioned between expenditure in furtherance of the charity's objects and other charitable expenditure (administrative costs) on the basis of a respective 80:20 allocation rate.

1.7 Cash flow statement

The charitable company has taken advantage of the exemption, conferred by Financial Reporting Standard 1, from presenting a cash flow statement as it qualifies as a small company.

2. INCOMING RESOURCES

The income of the Association includes subscription, advertising, exhibiting, meeting and sponsorship income, as well as interest received and donations.

This income arises entirely in the United Kingdom.

3 TOTAL RESOURCES EXPENDED

This is stated after charging:

	2006	2005
	£	£
Auditor's remuneration - audit fee	1,200	800
- other services	668	2,123
Depreciation	893	1,010
	2,761	3,933

THE RENAL ASSOCIATION (a company limited by guarantee)
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2006

4 EMPLOYEE INFORMATION

2006 **2005**
£ **£**

4.1 Staff costs:

Salaries	241,882	247,770
Social security costs	23,425	23,982
	265,307	271,752

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

Direct charitable activity	11	11
Administration of charity	-	-
	11	11

4.3 No employee earned more than £50,000.

5 TRANSACTIONS WITH TRUSTEES

No trustees received any remuneration for their services during the year. However all trustees were reimbursed travelling costs incurred in relation to attendance at Board meetings. This amounted to £11,263 in total for the year (2005 - £3,038).

6 TANGIBLE FIXED ASSETS

	Computer Hardware	Office Equipment	Total
	£	£	£
Cost			
At 1 January 2005	35,016	4,222	39,238
Additions	-	-	-
At 31 December 2006	35,016	4,222	39,238
Depreciation:			
At 1 January 2005	33,048	4,217	37,265
Charge for the year	888	5	893
At 31 December 2006	33,936	4,222	38,158
Net book value at 31 December 2006	1,080	-	1,080
Net book value at 31 December 2005	1,968	5	1,973

7 DEBTORS

	2006			2005		
	Association	Registry	Total	Association	Registry	Total
	£			£		
Other debtors	76,935	145,725	222,660	33,742	74,962	108,704
Prepayments and accrued income	31,051	-	31,051	119,071	3,217	122,288
	107,986	145,725	253,711	152,813	78,179	230,992

THE RENAL ASSOCIATION (a company limited by guarantee)
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2006

8 CREDITORS - amounts falling due within one year	2006			2005		
	<u>Association</u>	<u>Registry</u>	<u>Total</u> £	<u>Association</u>	<u>Registry</u>	<u>Total</u> £
Trade creditors	7,057	11,047	18,104	7,458	39,171	46,629
Other creditors	6,692	-	6,692	7,389	-	7,389
Accruals and deferred income	109,714	55,842	165,556	170,915	31,100	202,015
	123,463	66,889	190,352	185,762	70,271	256,033

9 RESTRICTED FUNDS

<u>Fund</u>	<u>Brought Forward</u> £	<u>Incoming</u> £	<u>Outgoing</u> £	<u>Carried Forward</u> £
Renal Registry	272,161	681,614	(614,352)	339,423
Renal Association - Osman fund	2,579	-	-	2,579
Renal Association - Renal patient view	35,890	12,000	(18,144)	29,746
	310,630	693,614	(632,496)	371,748

Respectively, the above funds are amounts received for the purpose of compilation and operation of the Renal Registry and amounts held under the Osman bequest and Renal patient view for the purpose of the Renal Association.

10 SHARE CAPITAL

The charitable company is limited by guarantee and therefore has no share capital. Each member's guarantee is limited to £1.

11 RECONCILIATION OF MOVEMENTS IN RESERVES

	2006 £	2005 £
Net movement in funds for the year	90,524	97,614
Opening funds at 1 January 2005	465,378	367,764
Closing funds at 31 December 2006	555,902	465,378

THE RENAL ASSOCIATION (a company limited by guarantee)
DETAILED NOTES TO THE INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2006

	Association	2006 Registry	TOTAL	Association	2005 Registry	TOTAL
	£	£	£			£
COSTS OF GENERATING VOLUNTARY INCOME						
Support Costs						
Staff salaries, pensions and insurance	-	265,307	265,307	-	271,752	271,752
Tax and social security on honorarium payments	-	-	-	1,045	-	1,045
Indirect salaries	-	235,038	235,038	-	141,309	141,309
Staff training, development and recruitment	-	7,135	7,135	-	2,618	2,618
Travelling and subsistence	1,529	16,783	18,312	7,624	16,917	24,541
Trustee expenses	11,263	-	11,263	3,038	-	3,038
Printing, postage, stationery and telephone	17,461	9,897	27,358	34,188	7,470	41,658
Office costs	-	15,951	15,951	-	10,536	10,536
Insurance	-	355	355	-	360	360
Computer, storage & advertising	-	14,942	14,942	-	15,200	15,200
Depreciation	-	893	893	-	1,010	1,010
	30,253	566,301	596,554	45,895	467,172	513,067
GOVERNANCE COSTS						
Management and administration expenses						
Secretariat fees	63,697	11,668	75,365	48,416	5,170	53,586
Printing, postage, stationery and telephone	4,366	2,474	6,840	1,525	1,868	3,393
Legal and professional	2,313	33,874	36,187	30	21,529	21,559
Audit and accountancy	1,868	-	1,868	2,923	-	2,923
Bank charges and interest and other	1,140	35	1,175	435	12	447
	73,384	48,051	121,435	53,329	28,579	81,908