

Company Registered number

07028223

Charity Registered number

1133902

The Academia Europaea (The Academy of Europe)

Annual Report and Accounts

31 December 2012

The Academia Europaea (The Academy of Europe)
Report and accounts
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The Academia Europaea (The Academy of Europe)
Company Information

Directors

Professor Anne Buttimer
Professor Michel Che
Professor Dr Sierd Auke Pieter Leonard Cloetingh
Professor Theo D'Haen
Professor Roger James Elliott
Professor Dr Pieter Cornelis Emmer
Professor Dr Cinzia Ferrini
Professor Jerzy Marian Langer
Professor Dr Andreu Mas-Colell
Professor Dr Hermann Maurer
Professor Ole Holger Petersen
Professor Lars Walloe

Secretary

Dr David Coates

Auditors

Keith Vaudrey & Co
First Floor
15 Young Street
London
W8 5EH

Bankers

CAF Bank Ltd
25 Kings Hill Avenue
Kings Hill
West Mailing
Kent
ME19 4JQ

Natwest Bank Plc
Piccadilly & New Bond Street Branch
63 - 65 Piccadilly
London
W1J 0AJ

Solicitors

Hewitson Becke + Shaw
Shakespeare House
42, Newmarket Road
Cambridge
CB5 8EP

Registered office

21 Albemarle Street
London
W1S 4HS

Registered number

07028223

The Academia Europaea (The Academy of Europe)

Trustees' Report

The Trustees present their report and financial statements for the period ended 31 December 2012.

Principal activities

The company's principal activities during the period continued to be the promotion of international sponsorship and provision of training in education.

Trustees / Directors

The following persons served as trustees/directors (for company law purposes) during the period:

Professor Anne Buttimer (appointed 11 September 2012)
Professor Michel Che
Professor Dr Sierd Auke Pieter Leonard Cloetingh
Professor Theo D'Haen
Professor Roger James Elliott
Professor Dr Pieter Cornelis Emmer
Professor Dr Cinzia Ferrini
Professor Jerzy Marian Langer
Dr Andreu Mas-Colell (appointed 1 September 2012)
Professor Ole Holger Petersen
Professor Lars Walloe

Professor Dr Hermann Maurer was appointed a director on 1 January 2013.

Disclosure of information to auditors

Each person who was a trustee at the time this report was approved confirms that:

- so far as he or she is aware, there is no relevant audit information of which the company's auditor is unaware; and
- he has taken all the steps that he ought to have taken as a trustee in order to make himself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This report was approved by the board on 24 June 2013 and signed by its order.



Professor Lars Walloe
President

**The Academia Europaea (The Academy of Europe)
Statement of Trustees' Responsibilities**

The trustees (who are also the directors of The Academia Europaea 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 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The trustees are responsible for keeping accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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 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.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

**The Academia Europaea (The Academy of Europe)
Independent auditors' report
to the trustees of The Academia Europaea**

We have audited the financial statements of The Academia Europaea (The Academy of Europe) for the period ended 31 December 2012 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).

Respective responsibilities of trustees and auditors

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

The trustees have elected for the financial statements to be audited in accordance with the Charities Act 2011 rather than with the Companies Act 2006. Accordingly we have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 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 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 financial statements. In addition, we read all the financial and non-financial information in the trustees' report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

In accordance with the exemption provided by APB Ethical Standard - Provisions Available for Smaller Entities (Revised), we have assisted in the preparation of the financial statements of the charitable company.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2012 and of its incoming resources and application of resources, including its income and expenditure, for the period 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.

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 2011 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
- the charitable company has not kept adequate accounting records; 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.

Jerzy Borucki

(Senior Statutory Auditor)

Keith, Vaudrey & Co, Chartered Accountants
First Floor 15 Young Street
London W8 5EH

26 June 2013

Keith, Vaudrey & Co is eligible to act as auditor in terms of Section 1212 of the Companies Act 2006.

The Academia Europaea (The Academy of Europe)
STATEMENT OF FINANCIAL ACTIVITIES
for the period from 1 April 2012 to 31 December 2012

	Unrestricted Funds	Designated Funds	Restricted Funds	Total Funds 31.12.2012	Total Funds 31.3.2012
Notes	£	£	£	£	£
INCOMING RESOURCES					
Incoming resources from generated funds					
-Voluntary income					
Donations for general purposes	2	109,554	-	109,554	60,391
Restructuring grant	2	-	-	-	35,000
Members' contributions		102,256	-	102,256	118,482
-Activities for generating funds		-	-	-	-
Interest receivable		94	-	94	17
Publications grant and royalties	3	3,927	-	3,927	9,431
-Incoming resources from charitable activities		-	-	-	-
Direct income for project management		-	-	-	-
Grants and receipts for plenary meetings	4	5,132	10,609	15,741	19,971
Grants for projects	4	-	40,470	40,470	91,819
Grants for prizes	4	-	14,000	14,000	14,000
-Other incoming resources		-	-	-	-
TOTAL INCOMING RESOURCES		<u>220,963</u>	<u>-</u>	<u>286,042</u>	<u>349,111</u>
RESOURCES EXPENDED					
Costs of generating funds:					
Fundraising and publicity	5	6,604	-	6,604	10,998
Charitable activities	6	222,633	69,781	292,414	347,327
Governance costs	7	1,920	-	1,920	1,920
TOTAL RESOURCES EXPENDED	8	<u>231,157</u>	<u>-</u>	<u>300,938</u>	<u>360,245</u>
NET (OUTGOING)/INCOMING RESOURCES FOR THE YEAR					
		(10,194)	(4,702)	(14,896)	(11,134)
Transfer between funds					
		<u>8,347</u>	<u>(8,347)</u>	<u>-</u>	<u>-</u>
NET MOVEMENT IN FUNDS					
		(1,847)	(13,049)	(14,896)	(11,134)
FUNDS BROUGHT FORWARD AT					
01 April 2012		36,101	56,685	92,786	103,920
FUNDS CARRIED FORWARD AT					
31 December 2012		<u>34,254</u>	<u>-</u>	<u>77,890</u>	<u>92,786</u>

None of the charity's activities were acquired or permanently discontinued during the above financial period.

The charity has no recognised gains and losses other than those shown above and therefore no separate statement of total recognised gains and losses has been presented.

The Academia Europaea (The Academy of Europe)
Balance Sheet
as at 31 December 2012

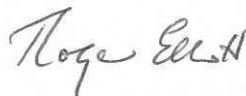
Company Registration number: 07028223

	Notes	31/12/12 £	31/3/12 £
Fixed assets			
Tangible assets	10	<u>5,798</u> 5,798	<u>6,761</u> 6,761
Current assets			
Debtors	11	9,753	13,921
Cash at bank and in hand		<u>102,653</u>	<u>96,602</u>
		112,406	110,523
Creditors: amounts falling due within one year			
	12	<u>(40,314)</u>	<u>(24,498)</u>
Net current assets		<u>72,092</u>	<u>86,025</u>
Total assets less current liabilities		<u>77,890</u>	<u>92,786</u>
Net assets		<u>77,890</u>	<u>92,786</u>
Capital and reserves			
Unrestricted Funds			
Accumulated General Fund		34,254	36,101
Restricted Funds	14	43,636	56,685
Total Funds		<u>77,890</u>	<u>92,786</u>

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.



Professor Lars Walloe, President
 Director
 Approved by the board on 24 June 2013



Roger James Elliott, Hon. Treasurer
 Director

The Academia Europaea (The Academy of Europe)
Notes to the Accounts
for the period ended 31 December 2012

1 Accounting policies

Basis of preparation of accounts

The accounts have been prepared under the historical cost convention, and in accordance with applicable accounting standards and the statement of recommended practice, Accounting by Charities.

Income

With the exception of members contributions and donations all income is credited to the statement of financial activities on an accruals basis.

Members contributions and donations are credited to the statement of financial activities in the year in which they are received.

Income received from lifetime membership are credited to the Statement of Financial Activities over ten years.

Cost allocation

Direct charitable expenditure includes all expenditure incurred on activities conducted in pursuance of Academia Europaea's objectives. Staff costs, premises overheads and other costs are apportioned on the basis of percentage time spent on charitable activities, fundraising and publicity, and management and administration. Irrecoverable VAT is included in the items of expenditure to which it relates.

Operating leases

Rentals and service charges paid under operating leases for office premises and equipment charged to Resources Expended in the Statement of Financial Activities as incurred.

Contributions from third parties

Several of Academia Europaea's activities are supported or partially supported by contributions from third parties paid directly to local organisers. These funds have not passed through the Academia's books. It is the Academia's intention to recognise and include these contributions in the Statement of Financial Activities where the amounts are known or can be determined.

However, while the substance of these activities remains under the Academia's direct control, the local organisers and sponsors have autonomous responsibility for making contributions which may be in cash or in kind and cannot be reasonably included in the Statement of Financial Activities.

Fixed assets and depreciation

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

Office furniture and equipment	10 % per annum using the Straight line method
Computer equipment	25 % per annum using reducing balance method.

London Secretariat charges

Much of the London Secretariat's time is spent organising and assisting plenary meetings, projects and study groups. It is the policy of Academia Europaea that, where possible, these administration costs be recovered from these activities.

Foreign currency transactions

Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Assets and liabilities in foreign currency are translated into sterling at the rate of exchange ruling on the balance sheet date.

The Academia Europaea (The Academy of Europe)
Notes to the Accounts
for the period ended 31 December 2012

1 Accounting policies (continued)

Taxation

The Academia Europaea is a registered charity and therefore is not liable for income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

Funds

Restricted funds are set up from grants and contributions given to Academia Europaea, the use of which is restricted as to purpose and conditions imposed by the donors. None of these funds has any permanent endowed capital.

Unrestricted funds represent accumulated surpluses and deficits in the statement of financial activities which are available for use at the discretion of Academia Europaea's operations and activities. The Council may set aside amounts to be designated for specific uses or purposes.

The unrestricted funds comprise the Accumulated General Fund, Capital Fund and Academia Europaea Trustees Fund as described in notes 4,5, 6,7 and 8 respectively.

2. DONATIONS FOR GENERAL PURPOSES

	31.12.2012	31.3.2012
	£	£
Fundacao La Caixa, Barcelona	40,323	-
Leopoldina, Germany	-	22,034
Municipality of Wroclaw	69,231	35,702
Fundacao Cienca Tecnologia	-	2,655
	<u>109,554</u>	<u>60,391</u>

A one-off restructuring grant of £35,000 was received from the Royal Society in 2011/12.

3. PUBLICATIONS AND ROYALTIES

Royalties income of £3,927 were received from Cambridge University Press.

4. GRANTS AND RECEIPTS FOR PLENARY MEETINGS, PROJECTS AND PRIZES

Grants and Receipts for Plenary Meetings

Grants and receipts for Bergen totalled £ 10,609.

	31.12.2012	31.3.2012
	£	£
Grants for Projects		
Gulbenkian Foundation	-	27,302
Tshira Stiftung	-	22,500
Riksbankens Jubileumsfond Sweden	36,303	37,450
Heinz Nixdorf	4,167	4,364
Wenner Gren Foundation	-	203
	<u>40,470</u>	<u>91,819</u>
Grants for Prizes		
MAIK Interperiodika	7,913	7,913
Rosbusinessbank	6,087	6,087
	<u>14,000</u>	<u>14,000</u>

The Academia Europaea (The Academy of Europe)
Notes to the Accounts
for the period ended 31 December 2012

5. FUNDRAISING AND PUBLICITY

	31.12.2012	31.3.2012
	£	£
Premises overheads	1,457	2,771
Staff costs	5,147	8,227
	<u>6,604</u>	<u>10,998</u>

6. CHARITABLE ACTIVITIES

	Unrestricted General Fund	Restricted Projects Fund	31.12.2012 Total Costs	31.3.2012 Total Costs
	£	£	£	£
Membership and information services	2,844	-	2,844	4,236
Council, board, trustees and subcommittees	25,117	-	25,117	24,974
Relations with other bodies	3,177	-	3,177	8,442
Publications (<i>European Review</i>)	21,366	-	21,366	39,613
Plenary meetings - Bergen 2012	-	10,262	10,262	22,368
Werner Greyn Foundation	-	-	-	181
Reason Unreason	-	5,088	5,088	10,054
Graz project	-	29,518	29,518	44,475
Medals	-	667	667	2,442
Heidelberg - Natural Law	-	7,246	7,246	-
Vienna - Turkey in Europe	511	-	511	-
Wroclaw - conferences and meetings	29,464	-	29,464	-
Outreach	-	-	-	551
Russian Prizes	-	14,000	14,000	14,000
Total Direct Costs	<u>82,479</u>	<u>66,781</u>	<u>149,260</u>	<u>171,336</u>
Support Costs				
Premises overheads - London	15,676	-	15,676	27,699
Office costs - Wroclaw	37,270	-	37,270	6,891
Staff costs - Wroclaw	7,800	-	7,800	10,391
Staff costs - London	52,405	3,000	55,405	88,561
Redundancy costs	-	-	-	12,100
Books and stationery	1,157	-	1,157	1,504
Postage and telecommunications	954	-	954	1,947
Miscellaneous	2,304	-	2,304	1,221
Office equipment maintenance and support	6,660	-	6,660	3,523
Accountancy services	6,300	-	6,300	8,916
Depreciation on tangible fixed assets	963	-	963	1,486
Difference on exchange rates	(1,619)	-	(1,619)	3,033
Bank charges and commissions	6,684	-	6,684	8,719
Bad debts	3,600	-	3,600	-
	<u>222,633</u>	<u>69,781</u>	<u>292,414</u>	<u>347,327</u>

The Academia Europaea (The Academy of Europe)
Notes to the Accounts
for the period ended 31 December 2012

7. GOVERNANCE COSTS

Professional fees (audit fees)	<u>1,920</u>	<u>-</u>	<u>1,920</u>	<u>1,920</u>
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8. TOTAL RESOURCES EXPENDED

	Direct Costs	Staff Costs (note 9)	Other Costs	Total Costs
	£	£	£	£
Fundraising and publicity	-	5,147	1,457	6,604
Charitable activities	149,260	55,405	87,749	292,414
Governance costs	-	-	1,920	1,920
	<u>149,260</u>	<u>60,552</u>	<u>91,126</u>	<u>300,938</u>

9. STAFF COSTS

	31.12.2012	31.3.2012
	£	£
Salaries	50,163	81,602
Redundancy costs	-	12,100
Social security costs	5,372	8,497
Pensions costs	5,017	6,689
Total Staff Costs	<u>60,552</u>	<u>108,888</u>

The average number of persons, analysed by function, employed by Academia Europaea in the UK during the period was:

	31.12.2012	31.3.2012
Charitable activities	1	2
Management and administration	<u>1</u>	<u>1</u>
	<u>2</u>	<u>3</u>

No trustee received any remuneration in respect of their services in the year (31.3.2012 - £Nil)

No employee received earnings in excess of £60,000 per annum in the current or previous periods.

The charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in independently administered funds. The pension cost charge represents contributions payable by the charity and amounted to £5,017.

Staff costs in Wroclaw are paid directly by the City of Wroclaw. There are two staff employed (who are employees of the City of Wroclaw) to work for the Academia Europaea Knowledge Hub in Wroclaw, Poland who were paid £7,800.

The Academia Europaea (The Academy of Europe)
Notes to the Accounts
for the period ended 31 December 2012

10 Tangible fixed assets

	Computer Equipment	Office Furniture and Equipment	Total
	£	£	£
COST			
At 1 March 2012	4,904	6,775	11,679
At 31 December 2012	<u>4,904</u>	<u>6,775</u>	<u>11,679</u>
ACCUMULATED DEPRECIATION			
At 1 March 2012	2,477	2,441	4,918
Charge for the year	455	508	963
At 31 December 2012	<u>2,932</u>	<u>2,949</u>	<u>5,881</u>
NET BOOK VALUE			
At 31 December 2012	<u>1,972</u>	<u>3,826</u>	<u>5,798</u>
At 31 March 2012	<u><u>2,427</u></u>	<u><u>4,334</u></u>	<u><u>6,761</u></u>

11 Debtors

	31.12.2012	31.3.2012
	£	£
Prepayments and accrued income	5,412	8,400
Other debtors	<u>4,341</u>	<u>5,521</u>
	<u><u>9,753</u></u>	<u><u>13,921</u></u>

12 Creditors

	31.12.2012	31.3.2012
	£	£
Sundry creditors	30,139	16,038
Deferred income	<u>10,175</u>	<u>8,460</u>
	<u><u>40,314</u></u>	<u><u>24,498</u></u>

The Academia Europaea (The Academy of Europe)
Notes to the Accounts
for the period ended 31 December 2012

13 Restricted Funds

	Opening Balance £	Incoming Resources £	Outgoing Resources £	Transfers £	Closing Balance £
Kungl Vitterhets	2,370	-	(2,370)	-	-
Restructuring Grant	14,567	-	-	(4,500)	10,067
Tshira Stiftung	22,500	-	(7,246)	-	15,254
Riksbankens Jubileumsfond Sweden	-	36,303	(32,518)	-	3,785
Grants and receipts for Bergen AGM	-	10,609	(10,262)	(347)	-
Grants for Russian prizes	-	14,000	(14,000)	-	-
Gulbenkian Foundation	17,248	-	(2,718)	-	14,530
Heinz Nixdorf	-	4,167	(667)	(3,500)	-
	<u>56,685</u>	<u>65,079</u>	<u>(69,781)</u>	<u>(8,347)</u>	<u>43,636</u>

Kungl Vitterhets is a fund for conference sponsorship.

Restructuring Grant is a fund received from The Royal Society to cover the redundancy and relocation costs and the European Academies Science Advisory Counsel.

The Tshira Foundation sponsored the Basic Ideas in Science - Natural Law conference held in Heidelberg.

Riksbankens Jubileumsfond Sweden finances the "Virtualisation of the Academia Europaea projects" (also known as the Graz project.

Grant from Russia are Russia prizes for young scholars for Russia.

Heinz Nixdorf provide an annual grant of 5,000 euros for the annual Erasmus award for the years 2010 to 2014.

The Gulbenkian Foundation grant was for the Reason Unreason conference

The sums transferred have been used to cover operational costs.

15 Related Party Transactions

The total amount refunded to the directors regarding travel and subsistence for the period amounted to £ 8,764 (31.3.2012 - £6,534)