

# National Union of Mineworkers Lancashire Area Trust Fund

## National Union of Mineworkers Lancashire Area Trust Fund

**Audited Financial statements**

**31 December 2015**



 **GibsonBooth** LTD

Chartered Accountants, Business Advisers & Statutory Auditor

12 Victoria Road  
Barnsley  
South Yorkshire  
S70 2BB

# National Union of Mineworkers Lancashire Area Trust Fund

*Year ended 31 December 2015*

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# National Union of Mineworkers Lancashire Area Trust Fund

*Year ended 31 December 2015*

The trustees present their report and the financial statements for the year ended 31 December 2015.

## **Statement of Trustees' Responsibilities**

The trustees are required to obtain audited financial statements for each year which show a true and fair view of the financial transactions of the Trust during the year and the disposition, at the end of the year, of the assets and liabilities. The trustees have prepared the financial statements for audit.

In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and 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.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Trust and to enable it to ensure that the financial statements comply with the Trade Union and Labour Relations (Consolidation) Act 1992 and are in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The trustees have taken such steps as are reasonably open to them to safeguard the assets of the Trust and prevent any irregularities or error.

## **Trustees**

The trustees during the year were as defined by schedule 3 of the rules of the National Union of Mineworkers.

## **Auditors**

The auditors, Gibson Booth Limited, Chartered Accountants, are proposed for re-appointment and have indicated their willingness to remain in office.

These financial statements were approved on 21 December 2016



Mr P Hardman, Chairman

# National Union of Mineworkers Lancashire Area Trust Fund

*Year ended 31 December 2015*

## Independent auditors' report to the members of National Union of Mineworkers Lancashire Area Trust Fund

We have audited the financial statements of the National Union of Mineworkers Lancashire Area Trust Fund on pages 4 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

This report is made solely to the members of the National Union of Mineworkers Lancashire Area Trust Fund. Our audit work has been undertaken so that we might state to the National Union of Mineworkers Lancashire Area Trust Fund 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 National Union of Mineworkers Lancashire Area Trust Fund and their members as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of Trustees and auditors**

The Trustees responsibilities for preparing the financial statements and for being satisfied that they give a true and fair view are set out in the Statement of Trustees' Responsibilities on page 1.

It is our responsibility 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 Ethical Standard 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 Trust'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 and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### **Opinion**

In our opinion the financial statements:

- give a true and fair view of the state of the National Union of Mineworkers Lancashire Area Trust Fund's affairs at 31 December 2015 and of its deficit for the year then ended; and
- have been prepared in accordance with the Trade Union and Labour Relations (Consolidation) Act 1992; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities.

# National Union of Mineworkers Lancashire Area Trust Fund

*Year ended 31 December 2015*

Independent auditors' report to the members of National Union of Mineworkers Lancashire Area Trust Fund cont'd.

## **Opinion on other matters prescribed**

In our opinion the information given in the Trustees report for the financial year for which the financial statements are prepared is consistent with the financial statements

## **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Trade Union and Labour Relations (Consolidation) Act 1992 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 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; or
- the National Union of Mineworkers Lancashire Area Trust Fund was not entitled to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities.

*Gibson Booth Limited*

**GIBSON BOOTH LIMITED**  
*Chartered Accountants*  
*Statutory Auditor*  
*12 Victoria Road*  
*Barnsley S70 2BB*

9 January 2017

# National Union of Mineworkers Lancashire Area Trust Fund

Income and expenditure account  
for the year ended 31 December 2015

	Note	2015	2014
		£	£
<b>INCOME</b>			
Interest receivable	2	10,202	10,651
Sundry income		-	91
Donation		70	158
Office costs received from Area		<u>968</u>	<u>1,013</u>
		11,240	11,913
<b>EXPENDITURE</b>			
Area expenditure	3	42,720	24,155
Compensation costs		12,716	17,567
Foreign currency loss		<u>2,812</u>	<u>4,195</u>
		<u>58,248</u>	<u>45,917</u>
Deficit for the year before taxation		(47,008)	(34,004)
Taxation	4	<u>-</u>	<u>-</u>
Deficit for the year after taxation		<u>(47,008)</u>	<u>(34,004)</u>

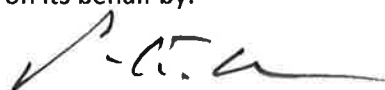
# National Union of Mineworkers Lancashire Area Trust Fund

Balance sheet  
at 31 December 2015

	Note	2015		2014	
		£	£	£	£
<b>INVESTMENTS</b>	5		87,557		130,047
<b>CURRENT ASSETS</b>					
Debtors	6	3,833		7,105	
Cash at bank and in hand	7	<u>46,237</u>		<u>47,483</u>	
			50,070		54,588
<b>CREDITORS:</b> Amounts falling due within one year	8	<u>(3,300)</u>		<u>(3,300)</u>	
<b>NET CURRENT ASSETS</b>			<u>46,770</u>		<u>51,288</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>134,327</u>		<u>181,335</u>
<b>ACCUMULATED FUND</b>	9	-		-	
<b>SPECIAL AREA FUND</b>	10	<u>134,327</u>		<u>181,335</u>	
			<u>134,327</u>		<u>181,335</u>

Approved for issue by the Trustees on 21 December 2016

Signed on its behalf by:



Mr P Hardman, Chairman

# National Union of Mineworkers Lancashire Area Trust Fund

## Notes

*(forming part of the financial statements)  
for the year ended 31 December 2015*

### 1 (a) **Accounting policies**

The following accounting policies have been used consistently in dealing with the items which are considered material to the Trust's affairs.

### (b) **Basis of preparation**

The financial statements are prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The National Union of Mineworkers Lancashire Area Trust Fund is governed by a Trust Deed established on the transfer of engagements from the National Union of Mineworkers (Lancashire Area) on 10 August 1995.

The financial statements summarise the transactions and net assets of the Trust.

### (c) **Investments**

Investments are shown in the accounts at cost. Income from investments is included in the Income and Expenditure Account in the year in which it is receivable.

### (d) **Foreign Currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the surplus for the year.



# National Union of Mineworkers Lancashire Area Trust Fund

Notes (continued)  
 (forming part of the financial statements)  
 for the year ended 31 December 2015

2	<b>Interest receivable</b>	<b>2015</b> £	2014 £
	Bank interest	77	28
	Bonds and loan stock	10,125	10,125
	Other interest	<u>-</u>	<u>498</u>
		<u>10,202</u>	<u>10,651</u>
3.	<b>Area expenditure</b>	<b>2015</b> £	2014 £
	Postage, telephone, printing and stationery	759	235
	Audit and taxation fees	3,300	3,300
	Legal and professional fees	-	600
	Sundries	1,754	1,698
	Deputations and meetings	8,177	7,846
	Donation to Northwest Miners Association	25,000	140
	Other grants and donations	3,040	6,293
	Repairs and maintenance	690	4,033
	Bank charges	<u>-</u>	<u>10</u>
		<u>42,720</u>	<u>24,155</u>
4	<b>Taxation</b>	<b>2015</b> £	2014 £
	Corporation tax based on the results for the year at 20% (2014: 20%)	<u>-</u>	<u>-</u>

The Trust is able to set off provident benefit and certain provident benefit administration costs against its income chargeable to corporation tax.

# National Union of Mineworkers Lancashire Area Trust Fund

Notes (continued)  
(forming part of the financial statements)  
for the year ended 31 December 2015

5	<b>Unlisted Investments</b>	<b>2015</b>	<b>2014</b>
		£	£
	Stockholdings:-		
	Newcastle 11¼% Stock 2017	57,959	57,959
	Merton 11¼% Stock 2017	<u>29,598</u>	<u>29,598</u>
		87,557	87,557
	Others:-		
	EBS Sure Cert & Investment Accounts	<u>—</u>	<u>42,490</u>
		<u>87,557</u>	<u>130,047</u>

The market value of the stockholding investments at 31 December 2015 is considered to be in excess of acquisition value.

6	<b>Debtors: Amounts falling due within one year</b>	<b>2015</b>	<b>2014</b>
		£	£
	Accrued interest	2,391	2,391
	Other Debtors	<u>1,442</u>	<u>4,714</u>
		<u>3,833</u>	<u>7,105</u>
7	<b>Cash at bank and in hand</b>	<b>2015</b>	<b>2014</b>
		£	£
	Bank current accounts	17,778	16,878
	Santander business reserve accounts	28,431	30,574
	Cash in hand	<u>28</u>	<u>31</u>
		<u>46,237</u>	<u>47,483</u>
8	<b>Creditors: amounts falling due within one year</b>	<b>2015</b>	<b>2014</b>
		£	£
	Accruals	<u>3,300</u>	<u>3,300</u>

# National Union of Mineworkers Lancashire Area Trust Fund

Notes (continued)  
(forming part of the financial statements)  
for the year ended 31 December 2015

9	<b>Accumulated fund</b>	<b>2015</b> £	2014 £
	Balance at 1 January 2015 & 31 December 2015	<u>-</u>	<u>-</u>
10	<b>Special Area Fund</b>	<b>2015</b> £	2014 £
	Balance at 1 January 2015	181,335	215,339
	Deficit for the year	<u>(47,008)</u>	<u>(34,004)</u>
	Balance at 31 December 2015	<u>134,327</u>	<u>181,335</u>

The Special Reserve Fund is the accumulation of contribution income collected by NUM Lancashire Area in accordance with previous Rule 6.L.

## 11 Related Party Transactions

During the year fees of £12,716 (2014 – £17,567) were paid to Trade Union Consultancy for consultancy work regarding compensation claims and general office repairs provided by Mr W Kelly, a Trustee of National Union of Mineworkers Lancashire Area Trust Fund.

The National Union of Mineworkers Lancashire Area Trust Fund operates from premises owned by the Steve Sullivan Memorial Trust, whose Trustees are also Trustees of National Union of Mineworkers Lancashire Area Trust Fund. National Union of Mineworkers Lancashire Area Trust Fund have not been charged any rent for occupying the premises during the year (2014 – Nil).

During the year the National Union of Mineworkers Lancashire Area Trust Fund paid for property repairs of £690 to the property owned by the Steve Sullivan Memorial Trust (2014 - £4,033).

During the year the remaining Euros in the EBS Sure Growth Account were sold to The Steve Sullivan Memorial Trust for £39,678.