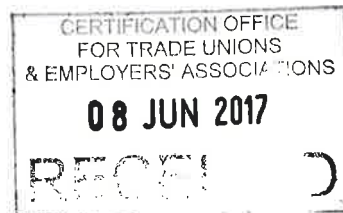


**National Union of Mineworkers  
Lancashire Area Trust Fund**

**Audited Financial Statements**

**31 December 2016**



 **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 2016*

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# National Union of Mineworkers Lancashire Area Trust Fund

*Year ended 31 December 2016*

The trustees present their report and the financial statements for the year ended 31 December 2016.

## **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 accordance with applicable law and regulations.

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.

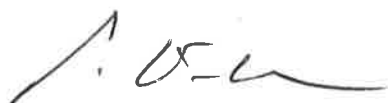
## **Trustees**

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 25 May 2017



Mr P Hardman, Chairman

# National Union of Mineworkers Lancashire Area Trust Fund

*Year ended 31 December 2016*

## 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 10 which have been prepared under the historical cost convention and the accounting policies set out on pages 6 to 7. 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), including FRS102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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 2016 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.

# National Union of Mineworkers Lancashire Area Trust Fund

*Year ended 31 December 2016*

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.

*Gibson Booth Limited*

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

30 May 2017

# National Union of Mineworkers Lancashire Area Trust Fund

Income and expenditure account  
for the year ended 31 December 2016

	Note	2016		2015	
		£	£	£	£
<b>INCOME</b>					
Interest receivable	4	10,303		10,202	
Donation		-		70	
Office costs received from Area		<u>968</u>		<u>968</u>	
			11,271		11,240
<b>EXPENDITURE</b>					
Area expenditure	5	31,268		42,720	
Compensation costs		13,210		12,716	
Foreign currency loss		-		<u>2,812</u>	
			<u>44,478</u>		<u>58,248</u>
Deficit for the year before taxation			(33,207)		(47,008)
Taxation	6		-		-
Deficit for the year after taxation			<u>(33,207)</u>		<u>(47,008)</u>

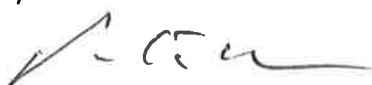
# National Union of Mineworkers Lancashire Area Trust Fund

Balance sheet  
at 31 December 2016

	Note	£	2016 £	£	2015 £
<b>INVESTMENTS</b>	7		87,557		87,557
<b>CURRENT ASSETS</b>					
Debtors	8	5,264		3,833	
Cash at bank and in hand	9	<u>13,744</u>		<u>46,237</u>	
			19,008		50,070
<b>CREDITORS: Amounts falling due within one year</b>	10	<u>(5,445)</u>		<u>(3,300)</u>	
<b>NET CURRENT ASSETS</b>			<u>13,563</u>		<u>46,770</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>101,120</u>		<u>134,327</u>
<b>ACCUMULATED FUND</b>	11	-		-	
<b>SPECIAL AREA FUND</b>	12	<u>101,120</u>		<u>134,327</u>	
			<u>101,120</u>		<u>134,327</u>

Approved for issue by the Trustees on 25 May 2017

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 2016*

### 1 Statutory information

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 are presented in sterling which is the functional currency of the Trust and rounded to the nearest pound.

### 2 (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 have been prepared in accordance with the provisions of Section 1A "small entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Trade Union and Labour Relations (Consolidation) Act 1992. The financial statements have been prepared under the historical cost convention.

This is the first year that the Trust has presented its financial statements under Financial Reporting Standard 102 (FRS102) issued by the Financial Reporting Council. The last financial statements for the year ended 31 December 2015 were prepared under previous UK GAAP, and the transition date to FRS102 is therefore 1 January 2015. At the date of transition, no adjustments were required.

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

### (c) Significant Judgements and Estimates

No judgements have been made in the process of applying the below accounting policies that have had the most significant effect on amounts recognised in the financial statements.

There are no key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have had significant risk of causing material adjustment to the carrying amounts of assets and liabilities within the next financial year.

### (d) Investments

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



# National Union of Mineworkers Lancashire Area Trust Fund

Notes (continued)  
 (forming part of the financial statements)  
 for the year ended 31 December 2016

**(e) 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 results for the year.

**3 Employees and directors**

The average number of employees during the year was nil (2015: nil)

**4 Interest receivable**

	<b>2016</b>	2015
	£	£
Bank interest	178	77
Bonds and loan stock	10,125	10,125
Other interest	<u>-</u>	<u>-</u>
	<u>10,303</u>	<u>10,202</u>

**5 Area expenditure**

	<b>2016</b>	2015
	£	£
Postage, telephone, printing and stationery	1,049	759
Audit and taxation fees	3,300	3,300
Sundries	1,703	1,754
Deputations and meetings	4,367	8,177
Donation to Northwest Miners Association	15,000	25,000
Other grants and donations	5,843	3,040
Building repairs and maintenance	-	690
Bank charges	<u>6</u>	<u>-</u>
	<u>31,268</u>	<u>42,720</u>

# National Union of Mineworkers Lancashire Area Trust Fund

Notes (continued)  
 (forming part of the financial statements)  
 for the year ended 31 December 2016

<b>6</b>	<b>Taxation</b>	<b>2016</b>	<b>2015</b>
		<b>£</b>	<b>£</b>

Corporation tax based on the results for the year at 20% (2015: 20%)	<u>—</u>	<u>—</u>
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The Trust is able to set off provident benefit and certain provident benefit administration costs against its income chargeable to corporation tax.

<b>7</b>	<b>Unlisted Investments</b>	<b>2016</b>	<b>2015</b>
		<b>£</b>	<b>£</b>

Stockholdings:-		
Newcastle 11¼% Stock 2017	57,959	57,959
Merton 11¼% Stock 2017	<u>29,598</u>	<u>29,598</u>
	<u>87,557</u>	<u>87,557</u>

The market value of the stockholding investments at 31 December 2016 is not materially different to historic cost value.

<b>8</b>	<b>Debtors: Amounts falling due within one year</b>	<b>2016</b>	<b>2015</b>
		<b>£</b>	<b>£</b>

Accrued interest	2,391	2,391
Other Debtors	<u>2,873</u>	<u>1,442</u>
	<u>5,264</u>	<u>3,833</u>

# National Union of Mineworkers Lancashire Area Trust Fund

Notes (continued)  
(forming part of the financial statements)  
for the year ended 31 December 2016

9	<b>Cash at bank and in hand</b>	<b>2016</b> £	2015 £
	Bank current accounts	4,151	17,778
	Santander business reserve accounts	9,336	28,431
	Cash in hand	<u>257</u>	<u>28</u>
		<u>13,744</u>	<u>46,237</u>
10	<b>Creditors: amounts falling due within one year</b>	<b>2016</b> £	2015 £
	Accruals	<u>5,445</u>	<u>3,300</u>
11	<b>Accumulated fund</b>	<b>2016</b> £	2015 £
	Balance at 1 January 2016 & 31 December 2016	<u>-</u>	<u>-</u>
12	<b>Special Area Fund</b>	<b>2016</b> £	2015 £
	Balance at 1 January 2016	134,327	181,335
	Deficit for the year	<u>(33,207)</u>	<u>(47,008)</u>
	Balance at 31 December 2016	<u>101,120</u>	<u>134,327</u>

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

# National Union of Mineworkers Lancashire Area Trust Fund

Notes *(continued)*  
*(forming part of the financial statements)*  
*for the year ended 31 December 2016*

## 13 Related Party Transactions

During the year fees of £13,210 (2015 – £12,716) 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.

A benevolent grant payment of £120 was made during the year by the Trust to Mr I Johnson, a trustee.

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 (2015 – Nil).

During the year, the National Union of Mineworkers Lancashire Area Trust Fund paid for property repairs of £nil to the property owned by the Steve Sullivan Memorial Trust (2015 - £690).