

**Report of the Trustees and
Audited Financial Statements for the
Year Ended 31 July 2019
for
Bangor University Students' Union
(A Company Limited by Guarantee)**

Bangor University Students' Union

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for the year ended 31 July 2019**

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Bangor University Students' Union

Report of the Trustees for the year ended 31 July 2019

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 July 2019. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

Incorporation

The assets, liabilities and operations of Bangor University Students' Union (an unincorporated charitable entity) were incorporated into this charitable incorporated company on 1 August 2018. Any references to comparative figures refer to the results of the unincorporated charity.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Union's objectives are the advancement of education of students at Bangor University for the public benefit by:

- promoting the interests and welfare of students at Bangor University during their course of study and representing, supporting and advising students;
- being the recognised representative channel between students and Bangor University and other external bodies; and
- providing social, cultural, sporting and recreational activities and forums for discussions and debates for the personal development of its students.

Within these objects, the SU has developed a strategic plan which sets out a range of annual targets against which it measures its impact and the advancement of these objects over the period.

Significant activities

A company limited by guarantee (Bangor University Students' Union) was incorporated with Companies House and the Charity Commission on 5 April 2018. With effect from 1 August 2018 this company became the vehicle through which Bangor University Students' Union operates. The relevant Articles of Association and Bye-Laws were passed in the October 2017 General Meeting. The main advantages of being a Charitable Company is the creation of a separate legal entity which provides greater protection for the Trustees.

The Charity's funding structure changed in 2013 as the University moved to a funding model of part un-restricted, and part restricted funds. This structure has supported the growth of student activities and volunteering, which met the strategic objectives of both the Union and the University. This created enhanced funds for student clubs, societies and volunteering in the form of grants, and additionally created the Opportunities Development Fund through which student-led activities could apply for supplementary funds to help support growth and purchase new equipment. The enhanced funding and support has led to an increase in student involvement and improvements in terms of the quality and the safety of activity.

Bangor University Students' Union

Report of the Trustees for the year ended 31 July 2019

STRATEGIC REPORT

Achievement and performance

Charitable activities

In June 2016 we rolled out a three year strategy with eight strategic priorities and projects for delivery over a three year period. The Strategic Plan came to an end in June 2019, and in December 2018 the Board of Trustees passed that Undeb Bangor create an interim operational plan that captures the current needs of Undeb Bangor, the University and our students, whilst working towards the creation of a new strategic plan to be launched in September 2020. This update will provide a snapshot of our activity over the last year to deliver on our ambitious strategy and the work we have done in 2018-19.

Education and Voice

- We produced a report in response to the proposed business cases for change as part of the University's financial sustainability work.
- We published our Undergraduate Student Experience Report focusing on the taught student experience.
- We were the best Students' Union in Wales for Higher Education Academic Representation, where we saw our NSS score increase this year from 55% to 64%.
- We had a very successful Sabbatical Officer Elections Campaign with a total of 2206 students voting in the elections, which is 19%. This is the biggest ever voter turnout in the history of Undeb Bangor. This was reflective of fantastic engagement with students by Undeb Bangor this year as well as an extremely well run "Vote" campaign.
- We have made numerous representations of University committee meetings, including; working to review the University procedures and regulations, focusing on the Students Complaints Procedure, Ordinance and Student Discipline and Fitness to Study. We worked with the University on student communications about the Business Cases for Change as part of the University financial sustainability work, as well as making representations as part of the scrutiny groups reviewing these business cases; we also recommended that the University work to close the gap both between schools' usage of Panopto (a lecture capture software that allows staff to record lecture material) and within schools across modules, by actively promoting the benefits of it use for students to all staff.

Student Opportunities

- Serendipity was a roaring success, with over 7,000 students attending, and in the first week following the event our Clubs, Societies, and Volunteering projects had up to 5723 student sign ups.
- We held our 'Student Leadership Conference' - with 523 of our Student Leaders in attendance coming together to learn about leading and developing their activity and be trained on the basics like health and safety and finance etc.
- We confirmed our place once again as the home of the 'Best Clubs and Societies in the UK' in the What Uni Student Choice Awards 2019 for an amazing fourth time.
- We confirmed a fifth successive Varsity win in Aberystwyth with 900 of our students coming to the event - this was a huge achievement and really brought the student community together.
- We held our Student Opportunities Fair with over 1,000 students in attendance, it was a successful event for our volunteering project groups with many new sign ups received for a variety of these projects.
- Our Awards Season had over 1,500 nominations for groups and individuals involved in one or more of our huge celebration events (Athletic Union Dinner, Societies and Volunteering Dinner, and our first ever UMCB Award event, as well as our Student Led Teaching Awards), where students were recognised for their achievement and contribution
- We once again rolled out another 'Summer Sessions Programme' in partnership with departments in the University - taking students around North Wales and engaging with our international community - hundreds of students took part in new and exciting activities.

Union Development

- We started to develop a Communications Strategy that should help us develop effective communications in order to increase engagement; drive members to the website; demonstrate the success of our work; and ensure students understand what we do.
- We secured the Excellence Award in the NUS Green Impact' for an amazing ninth time putting us amongst the top of green and most sustainable SU's in the UK.
- We held bigger and better 'Welcome Week' events - helped hundreds of students engage in events and get to know each other in the Union space.
- Our Welsh Students' Union (UMCB) fully unified as part of the Union and their work is now fully supported.

Student Community

- We worked closely with the 'Bangor University Widening Access Unit' - to support Parents and Carers and to develop a wider range of activities for the future.
- We worked with the Student Housing Office on our Don't Panic Housing Campaign - this was a housing campaign focusing on providing students with information on housing ensuring that students were able to make the right choice and find the best accommodation.
- We worked with the Sustainability Lab to run Waste Awareness Week, which included activities with the aim of sharing ideas and raising awareness about the importance of resource efficiency both in the university and in Bangor City, to reduce our environmental impacts both locally and nationally and to encourage students to become responsible global citizens.

Bangor University Students' Union

Report of the Trustees for the year ended 31 July 2019

STRATEGIC REPORT

Achievement and performance

Charitable activities

- Our amazing RAG (Raise and Give) helped Undeb Bangor raise £11,520.70 for a number of local and national charities, which is the highest amount they've ever raised.
- Supported 1850 students to get involved with our regular and one off Volunteering community related projects.

Student Support

- We secured Big Lottery funding for a 'train the trainer' programme for our staff on for suicide awareness training.
- We started to work with the University on creating a Student-led Mental Health and Wellbeing Strategy, this will be a shared Undeb/University vision of a combined approach to supporting our students' mental health. We were also successful with our bid for a student intern to support and inform the work.
- We've had a key part in developing ideas for the University's 'HEFCW Health & Wellbeing Funding Proposal' be a project working on Improving Mental Health and Well-being support for students through the medium of Welsh.
- We ran the No Grey Area campaign which was a visual campaign getting students to sign the University pledge against sexual violence.

Fundraising activities

We are a non-commercial organisation with no sales based income. The vast majority of our funding is from Bangor University. In 2018/19 we received grants and sponsorship from Bangor University, Santander, Dominos and the Big Lottery Fund.

Financial review

Principal funding sources

The University remain the major funder, and the continuation of this arrangement is secured by the 1994 Education Act, and recent published HEFCW guidance.

Reserves policy

The Union consider it necessary to maintain sufficient levels of reserves in order to provide stability for ongoing student-led activity, and to safeguard its ability to meet financial commitments. A range of £100,000 - £250,000 had been set as a suitable level. At the year end the Union had reserves of £247,618 (2018: £204,610 unincorporated charity) which is at the top of the target range and therefore considered to be in a good position.

On 1 August 2018 net assets totalling £204,610 (cash, assets and liabilities) were introduced into the Charity when the unincorporated charity ceased.

The Union's total incoming resources for the year were £1,435,823. The block grant income increased by £60,465 (of which £22,494 relates to a contribution towards the Pontio rent) and the fee plan income increased by £66,736, thus the total direct grant income from the University was £127,201 higher during the year under review. Total resources expended were £1,392,815, giving a net surplus of £43,008.

The Union also invested £11,261 in new equipment (tangible fixed assets) during the year.

Future plans

Our Strategic Plan came to an end in June 2019, and in December 2018 the Board of Trustees passed that Undeb Bangor create an interim operational plan that captures the current needs of Undeb Bangor, the University and our students, whilst working towards the creation of a new strategic plan to be launched in September 2020.

We took the decision to incorporate our charity with effect from 1 August 2018 and have created the relevant Articles of Association and Bye-Laws. The company is Bangor University Students' Union (Company number 11295063, Charity number 1177930).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

From 1 August 2018 the charitable company, Bangor University Students' Union (Co. Number: 11295063), is governed by its Memorandum and Articles of Association as registered with Companies House and the Charities Commission.

Recruitment and appointment of new trustees

The Students' Union can have up to thirteen Trustees, up to nine of which are student places, five for elected sabbatical trustees, and then four student trustees and four lay trustees appointed by a simple majority vote of the Appointments Committee and ratified by Student Council. The Articles of Association outlines longer terms, of up to two and four years, for appointed Trustees in order to balance continuity with renewal.

Bangor University Students' Union

Report of the Trustees for the year ended 31 July 2019

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

The Trustee Board are responsible for strategic direction and oversight of the Students' Union. The Board must hold a minimum of four meetings, with provision for other meetings (or emergency meetings) if they deem necessary. During 2018-19 we have also established new sub-committees including a Finance, Governance, and Health and Safety sub-committee. The Board provides direct line management to the SU Director, who leads the staff team in the pursuit of organisational objects and who is expected to report on progress against the strategic plan at each meeting of the Board.

The Board delegates the representational leadership of the organisation to the SU Executive, which encompasses the major elected student officers of the SU, who take direction from, and are held to account by, the student body through a variety of mechanisms including the Student Council and the Annual General Meeting.

Induction and training of new trustees

All potential Trustees receive an SU information pack prior to application. External training is sourced for the appointed trustees on request, and training needs are discussed at Board meetings. A skills audit of the Board is undertaken prior to the recruitment of new External Trustees. Training includes an element of whole Board discussion on effectiveness and governance. This has resulted in a raft of adopted changes to Board processes.

Trustees receive regular updates on progress outside of Board meetings and have scheduled briefings with the SU Director to ensure they are fully informed and have the opportunity to explore areas in more depth.

Wider network

The Students' Union is an affiliate of the National Union of Students (NUS) and regularly attends events and briefings and engages in knowledge exchange and training programs within this national movement.

Related parties

The Students' Union is tied to Bangor University through the 1994 Education Act and both parties fulfil their obligations in accordance with the Act on an annual basis. Both parties agree a Relationship Agreement on an annual basis, and this provides a structure for the interaction between the SU and University, as well as an ongoing commitment for funding and support - this is in line with HEFCW's Guidance on properly supported Students' Unions. The SU is primarily funded through the receipt of an annual block grant, and via the University Fee Plan. The SU and the University collaborate on a range of projects including (but not limited to) academic representation, employability, student housing, welfare and mental health, student health and sports, student safety and promoting an inclusive campus culture.

The Union collaborates with other partners to deliver projects, particularly the local council, charities and service providers in the delivery of the community volunteering projects, and also with a range of local leisure facilities in the case of widening student access to sport and activities.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The SU maintains a comprehensive strategic risk management framework and accompanying risk register which fully details the risks facing the SU. Responsibility for this sits at board level, with operational responsibility devolved to specific managers and users. The register is considered at each board meeting, monitored via the sub-committees, and discussed in managers' meetings.

The principle risks facing the SU are in relation to the range of activities carried out by student clubs and societies, with some of these carrying a relative high risk of personal injury. Each of the clubs and societies have a specific risk assessment and set of procedures to follow. These procedures are reviewed annually, and audit measures are in place to ensure compliance by each club and society.

The SU works effectively with University Health and Safety Services and calls in expertise to guide and provide expert advice when required. The SU also complies with the University Risk Management Framework.

Financial risk is managed via strong internal financial procedures, regular budget and expenditure review, support from appointed professional accountants, and a robust audit process. Insurances are in place to secure the Students' Union's assets, to protect against Public Liability, and to protect the Trustees. Sufficient reserves are maintained in line with the Charity's reserve policy.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

11295063 (England and Wales)

Registered Charity number

1177930

Bangor University Students' Union

Report of the Trustees for the year ended 31 July 2019

REFERENCE AND ADMINISTRATIVE DETAILS

Registered office

4th Floor Pontio
Deiniol Road
Bangor
Gwynedd
LL57 2TQ

Trustees

M Barrow	
L Fell	- resigned 30/6/19
M Firdaus	
J Harvey	- appointed 1/10/18
T D Jones	- appointed 24/1/19
	- resigned 30/6/19
G S Morgan	- resigned 30/6/19
D Passfield	- resigned 30/6/19
R E Plant	- resigned 30/6/19
E J Power	- appointed 1/10/18
L M Roberts	- appointed 1/10/18
N W Williams	- appointed 1/10/18
	- resigned 30/6/19
P Ashley	- resigned 1/10/18
I W Roberts	- appointed 27/6/19
LI Myrddin	- appointed 30/6/19
H A Williams	- appointed 30/6/19
H J Riley	- appointed 30/6/19
C A L Cartmill	- appointed 2/10/19
E Morvan	- appointed 2/10/19
S Taylor	- appointed 16/12/19
J M Slater	- appointed 16/12/19

Auditor

KPMG LLP
Chartered Accountants
and Registered Auditors
One Snowhill
Snowhill Queensway
Birmingham
B4 6GH

Bankers

NatWest Bank plc
247 High Street
Bangor
Gwynedd
LL57 1PA

Accountants

Gardners Accountants Limited
Chartered Accountants
and Registered Auditors
Brynford House
Brynford Street
Holywell
Flintshire
CH8 7RD

Bangor University Students' Union

**Report of the Trustees
for the year ended 31 July 2019**

STATEMENT OF TRUSTEES' RESPONSIBILITIES IN RESPECT OF THE REPORT OF THE TRUSTEES AND THE FINANCIAL STATEMENTS

The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under that law they have are required to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland.

Under company law 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 excess of income over expenditure for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- 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
- assess the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable 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 responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the charitable company and to prevent and detect fraud and other irregularities.

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 UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

AUDITOR

The auditors, KPMG LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 28/07/2020 and signed on the board's behalf by:



.....
H A Williams - Trustee

Independent auditor's report to the Trustees of Bangor University Students' Union Limited

Opinion

We have audited the financial statements of Bangor Students' Union Limited ("the charitable company") for the year ended 31st July 2019 which comprise the Balance Sheet, the Statement of Financial Activities, the Cash Flow Statement, and related notes, including the accounting policies in note 1.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31st July 2019 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the charitable company in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

Material Uncertainty related to going concern

We draw attention to note 1 to the financial statements which indicates that given severe but plausible downside scenarios, the charitable company will be reliant on support from the University of Bangor and the ability of the University of Bangor to provide this funding is uncertain. These events and conditions, along with the other matters explained in note 1, constitute a material uncertainty that may cast significant doubt on the charitable company's ability to continue as a going concern.

Our opinion is not modified in respect of this matter.

Other information

The trustees are responsible for the other information, which comprises the Report of the Trustees. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except as explicitly stated below, any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

- we have not identified material misstatements in the other information;
- in our opinion the information given in the Report of the Trustees, is consistent with the financial statements; and
- in our opinion that report has been prepared in accordance with the Companies Act 2006.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- the charitable company has not kept adequate accounting records 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
- certain disclosures of trustees' remuneration specified by law are not made;
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a strategic report.

We have nothing to report in these respects.

Trustees' responsibilities

As explained more fully in their statement set out on page 6, 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; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless they either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

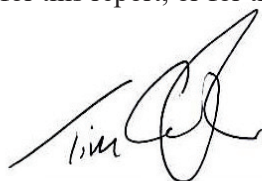
Auditor's responsibilities

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at www.frc.org.uk/auditorsresponsibilities.

The purpose of our audit work and to whom we owe our responsibilities

This report is made solely to the charitable company's trustees, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's trustees 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 its trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Mr Timothy Cutler (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor

KPMG

1 St Peter's Square

Manchester

M2 3AE

30th July 2020

Bangor University Students' Union

**Statement of Financial Activities
for the year ended 31 July 2019**

		Unrestricted funds	Restricted funds	year ended 31/7/19 Total funds £	period 5/4/18 to 31/7/18 Total funds £
	Not e	£	£		
INCOME AND ENDOWMENTS FROM					
Grants, donations and legacies	2	606,202	730,035	1,336,237	-
Charitable activities	5				
Athletic Union		33,495	-	33,495	-
Societies		195	-	195	-
Student Volunteering		430	-	430	-
UMCB		19,559	-	19,559	-
Other trading activities	3	45,426	2	45,428	-
Investment income	4	479	-	479	-
Total		705,786	730,037	1,435,823	-
EXPENDITURE ON					
Charitable activities	6				
Athletic Union		1,900	259,763	261,663	-
Societies		424	36,015	36,439	-
Student Volunteering		-	12,219	12,219	-
UMCB		19,529	5,484	25,013	-
Academic Representation Unit		10,004	14,399	24,403	-
Events		-	13,100	13,100	-
Communications and Marketing		9,208	13,844	23,052	-
Democracy		29,097	-	29,097	-
Education		1,734	-	1,734	-
Welfare		20	-	20	-
Central Services		199,578	21,331	220,909	-
Human Resources		409,180	313,268	722,448	-
Depreciation		4,637	18,081	22,718	-
Total		685,311	707,504	1,392,815	-
NET SURPLUS		20,475	22,533	43,008	-
Transfers between funds	15	29,353	(29,353)	-	-
Net movement in funds		49,828	(6,820)	43,008	-
RECONCILIATION OF FUNDS					
Total funds brought forward		-	-	-	-
Assets and liabilities introduced on incorporation of unincorporated charity on 1 August 2018		169,428	35,182	204,610	-
TOTAL FUNDS CARRIED FORWARD		219,256	28,362	247,618	-

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

Bangor University Students' Union

**Balance Sheet
At 31 July 2019**

		Unrestricted funds	Restricted funds	2019 Total funds	2018 Total funds
	Not e	£	£	£	£
FIXED ASSETS					
Tangible assets	11	7,426	28,362	35,788	-
CURRENT ASSETS					
Debtors: amounts falling due within one year	12	102,422	3,349	105,771	-
Cash at bank and in hand		<u>172,512</u>	<u>98,463</u>	<u>270,975</u>	<u>-</u>
		274,934	101,812	376,746	-
CREDITORS					
Amounts falling due within one year	13	(63,104)	(101,812)	(164,916)	-
		<u>211,830</u>	<u>-</u>	<u>211,830</u>	<u>-</u>
NET CURRENT ASSETS					
		<u>211,830</u>	<u>-</u>	<u>211,830</u>	<u>-</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>219,256</u>	<u>28,362</u>	<u>247,618</u>	<u>-</u>
NET ASSETS					
		<u>219,256</u>	<u>28,362</u>	<u>247,618</u>	<u>-</u>
FUNDS	15				
Unrestricted funds				219,256	-
Restricted funds:					
Fee Plan				<u>28,362</u>	<u>-</u>
TOTAL FUNDS				<u>247,618</u>	<u>-</u>

The notes form part of these financial statements

Bangor University Students' Union

**Balance Sheet - continued
At 31 July 2019**

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2019.

The members have not deposited notice, pursuant to Section 476 of the Companies Act 2006 requiring an audit of these financial statements.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been audited under the requirements of Section 144 of the Charities Act 2011 for the current year to 31 July 2019. The charitable company was entitled to an exemption in the prior period from incorporation on 5 April 2018 to 31 July 2018 as it was dormant during that period.

The financial statements were approved by the Board of Trustees on 28/07/2020 and were signed on its behalf by:



.....
H A Williams -Trustee



.....
J Harvey -Trustee

The notes form part of these financial statements

Bangor University Students' Union

**Cash Flow Statement
for the year ended 31 July 2019**

		year ended 31/7/19 £	period 5/4/18 to 31/7/18 £
Cash flows from operating activities:	Notes		
Cash generated from operations	1	<u>124,392</u>	<u>-</u>
Net cash provided by (used in) operating activities		<u>124,392</u>	<u>-</u>
Cash flows from investing activities:			
Purchase of tangible fixed assets		(11,261)	-
Interest received		<u>479</u>	<u>-</u>
Net cash provided by (used in) investing activities		<u>(10,782)</u>	<u>-</u>
Cash flows from financing activities:			
Assets/liabilities introduced on incorporation		<u>157,365</u>	<u>-</u>
Net cash provided by (used in) financing activities		<u>157,365</u>	<u>-</u>
		<u> </u>	<u> </u>
Change in cash and cash equivalents in the reporting period		270,975	-
Cash and cash equivalents at the beginning of the reporting period		<u>-</u>	<u>-</u>
Cash and cash equivalents at the end of the reporting period		<u><u>270,975</u></u>	<u><u>-</u></u>

The notes form part of these financial statements

Bangor University Students' Union

**Notes to the Cash Flow Statement
for the year ended 31 July 2019**

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	year ended 31/7/19 £	period 5/4/18 to 31/7/18 £
Net income for the reporting period (as per the statement of financial activities)	43,008	-
Adjustments for:		
Depreciation charges	22,718	-
Interest received	(479)	-
Increase in debtors	(105,771)	-
Increase in creditors	<u>164,916</u>	<u>-</u>
Net cash provided by (used in) operating activities	<u><u>124,392</u></u>	<u><u>-</u></u>

**Notes to the Financial Statements
for the year ended 31 July 2019**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The incorporated charitable company was dormant during the comparative period from incorporation on 5 April 2018 to 31 July 2018.

Bangor University Students' Union was trading as an unincorporated charity until 31 July 2018, this entity was incorporated on 1 August 2018, the net assets and liabilities of the unincorporated entity (totalling £204,610) were introduced in full to the incorporated charity via equity, as shown in note 15. Fixed assets have been included as additions at net book value as per note

Going Concern

The board has a reasonable expectation that the Union has adequate resources to continue in operational existence for the foreseeable future, being a period of twelve months after the date on which the annual report and financial statements are signed. The financial statements have been prepared on a going concern basis which the Trustees consider to be appropriate for the following reasons.

The Union has prepared financial forecasts for a period of 12 months from the date of approval of these financial statements which indicate that, taking account of reasonably possible downsides, the Union will have sufficient funds to meet its liabilities as they fall due for that period. This assumption is based on the continuing provision of grant funding and use of assets from Bangor University.

The forecasts reflect the ongoing Covid-19 pandemic and the impact of this on the operations of the Union. At this stage the impact, including duration of impact, is largely unknown. Forecasts have been prepared to model two scenarios, including a severe but plausible downside scenario where no students return to the Bangor University campus until the start of 2021.

The forecasts indicate that the Union has sufficient cash to continue to operate, and do not indicate a requirement for additional funding or additional support above that already committed by the funding entity, University of Bangor. The Union is also reliant on continued use of the University assets throughout this time.

While the University of Bangor has indicated to the Trustees that it intends to continue to provide such support as is required and to make available for use its assets, the University of Bangor has not yet completed its own assessment of the impact of Covid-19 on its forecasts and funding requirements. As a result, the Trustees cannot be certain of the availability of support from the University of Bangor to the Union.

Based on these indications the directors believe that it remains appropriate to prepare the financial statements on a going concern basis. However, these circumstances represent a material uncertainty that may cast significant doubt on the Union's ability to continue as a going concern and, therefore, to continue realising its assets and discharging its liabilities in the normal course of business. The financial statements do not include any adjustments that would result from the basis of preparation being inappropriate.

Significant estimates and judgements

There are no significant accounting estimates and judgements.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Allocation and apportionment of costs

The Charity's costs have been allocated between direct costs and support costs as shown in note 6.

**Notes to the Financial Statements - continued
for the year ended 31 July 2019**

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Equipment	- 20% on cost
Fixtures and fittings	- 20% on cost
Computer equipment	- 20% on cost

A de minimis threshold exists for the capitalisation of assets, this is £750.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

The restricted funds are as follows:

- Fee Plan - A grant received from Bangor University and its associated expenditure within the terms of that grant, the purpose of which is to advance the student experience at Bangor University.
- Big Lottery - Grant income to be used in accordance with the terms of the award.

Clubs and Societies

The Clubs and Societies of Bangor Students' Union raise and spend their own funds, these monies are held in the Students' Union's bank account and ongoing balances are maintained for each Club/Society. Any unspent balances remain the property of the Clubs and Societies so are recognised as current liabilities by the Students' Union within Other Creditors, where there has been an overspend, this is recognised as a current liability within Other Debtors. No income from Clubs and Societies fundraising activities are recognised in the SOFA, nor are any corresponding expenses, however, Bangor Students' Union recognise an expense in its SOFA for funds that are allocated by itself to the Clubs and Societies by way of grants.

Basic financial instruments

Trade and other debtors / creditors are all recognised at the transaction price.

Cash and cash equivalents comprise cash balances and call deposits. Where applicable, bank overdrafts that are repayable on demand and form an integral part of the Charity's cash management are included as a component of cash and cash equivalents for the purpose only of the cash flow statement.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

A number of the Charity's employees are members of Bangor University's Pension and Assurance Scheme. The assets of the scheme are held separately from those of the charity in independently administered funds. Payments made to this scheme during the financial year amounts to £79,455 (2018: £84,112 - unincorporated charity). The scheme is defined as a defined contribution scheme for the purposes of FRS 17 - Retirement Benefits, as the Charity is unable to identify its share of the underlying assets and liabilities.

Bangor University Students' Union

**Notes to the Financial Statements - continued
for the year ended 31 July 2019**

2. GRANTS, DONATIONS AND LEGACIES

	year ended 31/7/19 £	period 5/4/18 to 31/7/18 £
Block grant	531,978	-
Fee plan grant	720,435	-
Grants received	15,600	-
Donations in kind	<u>68,224</u>	<u>-</u>
	<u>1,336,237</u>	<u>-</u>

Donations in kind (above) relate to services provided by Bangor University to the Students' Union without charge, the amounts included are as follows and are best estimates of the notional costs (the comparative rent for offices figure for the unincorporated charity in 2018 was £84,388).

	2019 £	2018 £
Rent for offices	<u>68,224</u>	<u>-</u>
Total donations in kind	<u>68,224</u>	<u>-</u>

3. OTHER TRADING ACTIVITIES

	year ended 31/7/19 £	period 5/4/18 to 31/7/18 £
Motor vehicle income	23,877	-
Welcome week	8,786	-
NUS extra card income	1,279	-
Other income	<u>11,486</u>	<u>-</u>
	<u>45,428</u>	<u>-</u>

4. INVESTMENT INCOME

	year ended 31/7/19 £	period 5/4/18 to 31/7/18 £
Deposit account interest	<u>479</u>	<u>-</u>

Bangor University Students' Union

**Notes to the Financial Statements - continued
for the year ended 31 July 2019**

5. INCOME FROM CHARITABLE ACTIVITIES

		year ended 31/7/19 £	period 5/4/18 to 31/7/18 £
Club and Society events	Activity Athletic Union	33,495	-
Club and Society events	Societies	195	-
Club and Society events	Student Volunteering	430	-
Club and Society events	UMCB	19,559	-
		<u>53,679</u>	<u>-</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct costs £	Support costs (See note 7) £	Totals £
Athletic Union	261,663	-	261,663
Societies	36,439	-	36,439
Student Volunteering	12,219	-	12,219
UMCB	25,013	-	25,013
Academic Representation Unit	24,403	-	24,403
Events	13,100	-	13,100
Communications and Marketing	23,052	-	23,052
Democracy	29,097	-	29,097
Education	1,734	-	1,734
Welfare	20	-	20
Central Services	81,577	139,332	220,909
Human Resources	438,144	284,304	722,448
Depreciation	22,718	-	22,718
	<u>969,179</u>	<u>423,636</u>	<u>1,392,815</u>

7. SUPPORT COSTS

	Management £	Finance £	Human resources £	Governance costs £	Totals £
Central Services	114,908	3,488	-	20,936	139,332
Human Resources	-	-	284,304	-	284,304
	<u>114,908</u>	<u>3,488</u>	<u>284,304</u>	<u>20,936</u>	<u>423,636</u>

8. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	year ended 31/7/19 £	period 5/4/18 to 31/7/18 £
Auditors' remuneration	10,200	-
Depreciation - owned assets	22,718	-
Other operating leases	90,718	-
	<u>123,636</u>	<u>-</u>

Bangor University Students' Union

**Notes to the Financial Statements - continued
for the year ended 31 July 2019**

9. TRUSTEES' REMUNERATION AND BENEFITS

During the year eight of the trustees were remunerated for their roles as sabbatical officers of the Students' Union, the total cost (gross salaries, employers' NIC and pension) was £112,231. The remuneration paid to them is in accordance with the Union's constitution. The comparative figures for the unincorporated entity in 2018 were eight trustees with remuneration costs of £93,902. No single trustee received remuneration or benefits exceeding £60,000. The remunerated trustees were:

R E Plant	LI Myrddin
M D Barrow	M Firdaus
G S Morgan	L H Fell
H Riley	H A Williams

Trustees' expenses

Trustees expenses during the year were £1,538. Three Trustees were re-imbursed for train tickets and mileage costs, other costs were general costs not attributable to any single trustee and paid directly by the Union. The comparative figure for trustees expenses incurred by the unincorporated charity in 2018 was £809.

10. STAFF COSTS

During the year the average number of full time equivalent staff was as follows:

	2019	2018
Administrative	17	-
Sabbatical	6	-

The comparative figures for the unincorporated charity in 2018 were 17 administrative and 6 sabbatical employees.

Staff costs were as follows:

	2019	2018
	£	£
Gross wages/salaries	576,864	-
Employer's national insurance	48,310	-
Pensions costs	79,455	-
Total	704,629	-

The comparative figures for the unincorporated charity in 2018 were Gross salaries - £585,406, Employers NI - £46,973, Pension costs - £84,112, Total - £716,491.

No single employee received remuneration or benefits (gross salary plus employer pension) exceeding £60,000.

KEY MANAGEMENT PERSONNEL

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Students' Union. Staff costs includes compensation paid to key personnel. Compensation includes both employers' pension and NI contributions. The number of full time equivalent key management personnel during the year was 7

	2019	2018
	£	£
Key management personnel compensation	214,024	-

The comparative figures for the unincorporated charity in 2018 was £189,452

Bangor University Students' Union

**Notes to the Financial Statements - continued
for the year ended 31 July 2019**

11. TANGIBLE FIXED ASSETS

	Equipment £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
Additions	<u>46,443</u>	<u>4,172</u>	<u>7,891</u>	<u>58,506</u>
DEPRECIATION				
Charge for year	<u>18,081</u>	<u>1,454</u>	<u>3,183</u>	<u>22,718</u>
NET BOOK VALUE				
At 31 July 2019	<u>28,362</u>	<u>2,718</u>	<u>4,708</u>	<u>35,788</u>
At 31 July 2018	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

The assets, liabilities and operations of the unincorporated charity, Bangor University Students' Union, were transferred into this incorporated charity on 1 August 2018. The net book value of the fixed assets (totalling £47,246) introduced from the unincorporated charity are recognised as additions acquired on 1 August 2018.

Depreciation is applied on the original cost of the asset over the remaining useful life. Where assets have been transferred from the old unincorporated charity, the depreciation has not been charged on NBV as doing so would generate a lower rate of depreciation that is not realistic given the condition/useful life of the asset.

From the total additions recognised above, £47,246 were introduced from the unincorporated Charity on 1 August 2018, and £11,260 were various purchases of equipment during the year under review.

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Trade debtors	2,410	-
Other debtors	3,349	-
Bangor University debtor	95,212	-
Prepayments	<u>4,800</u>	<u>-</u>
	<u>105,771</u>	<u>-</u>

The balance of £3,349 within other debtors represents amounts due from the Clubs and Societies to Bangor Students' Union, these are treated as restricted funds and an equal amount of the cash at bank is also treated as restricted on the balance sheet. The comparative figure for the unincorporated charity in 2018 was £2,539.

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Trade creditors	10,245	-
Other creditors	101,811	-
Commercial card	18,936	-
Accruals and deferred income	30,902	-
Deferred grant income	<u>3,022</u>	<u>-</u>
	<u>164,916</u>	<u>-</u>

Other creditors of £101,812 represent amounts due to the Clubs and Societies from Bangor Students' Union, these are treated as restricted funds and an equal amount of the cash at bank is also treated as restricted on the balance sheet. The comparative figure for the unincorporated charity in 2018 was £77,321.

Bangor University Students' Union

**Notes to the Financial Statements - continued
for the year ended 31 July 2019**

14. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2019 £	2018 £
Within one year	36,302	-
Between one and five years	<u>69,579</u>	<u>-</u>
	<u><u>105,881</u></u>	<u><u>-</u></u>

15. MOVEMENT IN FUNDS

	At 1/8/18 £	Assets and liabilities introduced on incorporation 1/8/2018 £	Net movement in funds £	Transfers between funds £	At 31/7/19 £
Unrestricted funds					
General fund	-	169,428	20,475	29,353	219,256
Restricted funds					
Fee Plan	<u>-</u>	<u>35,182</u>	<u>22,533</u>	<u>(29,353)</u>	<u>28,362</u>
TOTAL FUNDS	<u><u>-</u></u>	<u><u>204,610</u></u>	<u><u>43,008</u></u>	<u><u>-</u></u>	<u><u>247,618</u></u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	705,786	(685,311)	20,475
Restricted funds			
Fee Plan	720,437	(697,904)	22,533
Big Lottery Grant	<u>9,600</u>	<u>(9,600)</u>	<u>-</u>
	<u>730,037</u>	<u>(707,504)</u>	<u>22,533</u>
TOTAL FUNDS	<u><u>1,435,823</u></u>	<u><u>(1,392,815)</u></u>	<u><u>43,008</u></u>

The General fund relates to the block grant received from Bangor University and other minor sources of income which are utilised by the Student Union to provide the University students with a wide range of services.

Restricted funds

The Fee Plan fund is a specific income from the University which must be spent in order to enhance the student experience within the terms of the grant agreement, this constitutes a restricted fund.

The Big Lottery Grant is a fund restricted to expenditure satisfying the terms of the grant award. A grant of £9,600 was received during the year which was fully spent.

Bangor University Students' Union

**Notes to the Financial Statements - continued
for the year ended 31 July 2019**

16. RELATED PARTY DISCLOSURES

The Students' Union receives annual funding from Bangor University, total funding during the current year was £1,252,413. The comparative figure for the unincorporated charity in 2018 was £1,125,212

Bangor Students' Union have offices in the Pontio building, which is owned Bangor University. A rental cost of £90,718 is recognised in the accounts to 31 July 2019. £68,224 of this is a notional rent with a corresponding income recognised as a 'donation in kind' from Bangor University, the balance of £22,494 was physically paid to Bangor University and the block grant income has been increased by the corresponding amount (included in the total funding figure above) to fund the rent cost..

17. FINANCIAL INSTRUMENTS

The carrying amounts of the financial assets and liabilities include:

	2019 £	2018 £
Financial assets that are debt instruments measured at amortised cost		
Trade debtors	2,410	-
Bangor University debtor	95,212	-
Cash at bank	270,975	-
Financial liabilities measured at amortised cost		
Trade creditors	(10,245)	-
Commercial card	(18,936)	-
Accruals	(30,902)	-
Deferred grant income	(3,022)	-