

**LLAY MINERS WELFARE INSTITUTE  
AND RECREATION GROUNDS  
(Registered Charity No. 524064)**

**FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31<sup>st</sup> JANUARY 2022**

# **LLAY MINERS WELFARE INSTITUTE AND RECREATION GROUNDS**

## **FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31<sup>st</sup> JANUARY 2022**

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### **CONTENTS**

### **PAGE**

Independent Examiners Report	1
Trustees Annual Report	2 to 3
Balance Sheet	4
Statement of Financial Activities	5
Notes to the Financial Statements	6 to 10

**LLAY MINERS WELFARE INSTITUTE AND RECREATION GROUNDS****INDEPENDENT EXAMINERS' REPORT TO THE TRUSTEES OF  
LLAY MINERS WELFARE INSTITUTE AND RECREATION GROUNDS**

I report on the accounts of the Trust for the year ended 31<sup>st</sup> January 2022 which are set out on pages 4 to 10.

**Respective responsibilities of trustees and examiner**

As the charity's trustees, you are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 ("the Charities Act") and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act;
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the Charities Act; and
- to state whether particular matters have come to my attention.

**Basis of examiner's report**

My examination was carried out in accordance with the general Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently, no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

**Independent examiner's statement**

In connection with my examination, no matter has come to my attention:

- 1) which gives me reasonable cause to believe that in any material respect the requirements
  - to keep accounting records in accordance with section 130 of the Charities Act; and
  - to prepare accounts which accord with the accounting records and comply with the accounting requirement of the Charities Act

have not been met; or

- 2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Timothy Howard Davies BA FCA  
for and on behalf of John Davies & Co

St Andrews House  
Yale Business Village  
Ellice Way  
Wrexham LL13 7YL

Date : 28 October 2022

# LLAY MINERS WELFARE INSTITUTE AND RECREATION GROUNDS

## TRUSTEES' ANNUAL REPORT FOR THE YEAR ENDED 31<sup>st</sup> JANUARY 2022

The Trustees present their annual report for the year ended 31<sup>st</sup> January 2022.

### REFERENCE AND ADMINISTRATIVE INFORMATION

The charity is Llay Miners Welfare Institute and Recreation Grounds and is administered in accordance with the Coal Industry Social Welfare Organisation scheme dated 29 June 2004. The Charity Commission number is 524064. The charity is also known as Llay Miners Welfare and, locally, as The Welfare.

The charity's address is The Ring, Llay, Wrexham, LL12 0TH.

### Trustees

Mr. Carroll Clark (resigned September 2022)

Mr. Paul Green (resigned September 2022)

Ms Kerri Crewe

Mr Kieron Fox (resigned September 2022)

Mr Paul Blackwell (appointed February 2022)

Mr Ian Ellis (appointed February 2022)

### Senior Staff

The Trustees have delegated the day to day management of the charity to Matthew Mullen.

### Business Support Services

Bankers : Barclays Bank Plc, 50 Hope Street, Wrexham, LL11 1BE

Independent Examiner : John Davies & Co., St Andrews House, Yale Business Village, Ellice Way, Wrexham, LL13 7YL

Solicitors : GHP Legal, 26-30 Grosvenor Road, Wrexham, LL11 1BU

### STRUCTURE, GOVERNANCE AND MANAGEMENT

#### Governing Document

Llay Miners Welfare Institute and Recreation Grounds is constituted through its scheme document as an independent charity. The Board of Trustees comprises up to six members including an elected chair. The general control and management of the charity is vested in a management committee members including the Trustees and representatives from each of the Institute's sporting sections, the National Union of Mineworkers and the National Coal Board.

#### Appointment of Trustees

Two Trustees are appointed by the National Union of Mineworkers (North Wales area), two by CISWO and 2 by a meeting convened by the Charity Secretary, although a Trustee need not be a member of the appointment body. Trustees are appointed for a term of four years and must sign a declaration of acceptance to act in accordance with the governing document. Any vacancy is notified to the appointing body and any competent Trustee may be re-appointed.

### OBJECTIVES AND ACTIVITIES

The charity's continuing aim is to provide a Social Welfare Centre and Recreation Grounds for the use of its beneficiaries with the object of improving the conditions of life for the beneficiaries. This is done via the provision of sporting facilities.

### ACHIEVEMENTS AND PERFORMANCE

The Trustees are aware of the requirement to reverse the ongoing losses especially given the difficult economic climate. They realise they cannot be complacent and seek to consolidate results for the future and have been able to reduce the losses this financial year.

# LLAY MINERS WELFARE INSTITUTE AND RECREATION GROUNDS

## TRUSTEES' ANNUAL REPORT FOR THE YEAR ENDED 31<sup>st</sup> JANUARY 2022

### FINANCIAL REVIEW

The charity's income has remained consistent, with a small decrease of £654 to £88,111. This includes an decrease of £15,796 in grants receivable due to a one off government grant of £25,000 received in the previous year. There have been increases in room hire of £6,912, MUGA hire of £8,593 to offset this. Expenditure has increased by £26,912 due to increases in building repairs and maintenance of £29,533, salaries and wages of £4,299, entertainment of £3,115 and insurance of £9,462. With reductions in professional and consultancy fees of £16,317 and rates and water of £2,172 with other costs remaining fairly consistent. Overall, this has led to a deficit of £15,673 compared to a surplus of £11,893 in the prior year. The charity still has sufficient net current assets amounting to £30,938 (2021 : £43,806).

During the year the Trustees continued the process of property remedial and surveying works etc for which grants of £3,835 were received from CISWO with the costs being included in building repairs and maintenance and professional and consultancy fees.

The impact of Covid-19 was minimised as much as possible by the Trustees by taking all necessary steps to minimise costs during enforced periods of closure. While it is expected the worst is now over, the Trustees continue to closely monitor the impact of Covid-19 in order to minimise its impact on the charity.

### RESERVES POLICY

It is the policy of the charity to continue to accumulate financial reserves, to meet not only future expected major capital expenditure, but to also fulfil its obligations to users of the Institute over the long term.

### ACCOUNTING AND REPORTING RESPONSIBILITIES


The Charities Act requires the Trustees to prepare financial statements for each year, which give a true and fair view of the state of affairs of the charity at the end of the year and of the surplus or deficiency for the year then ended.

In preparing these financial statements, the Trustees are required to:

1. Select suitable accounting policies and then apply them on a consistent basis;
2. Make judgements and estimates that are prudent and reasonable, and
3. Prepare the financial statement on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustees are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011. The Trustees are also responsible for safeguarding the assets of the charity and hence for taking steps for the prevention and detection of fraud or other irregularities.

  
Trustee

  
Trustee

For and on behalf of the Trustees

Date : 27 October 2022

## LLAY MINERS WELFARE INSTITUTE AND RECREATION GROUNDS

BALANCE SHEET AS AT 31<sup>st</sup> JANUARY 2022

	<u>Note</u>	<u>2022</u>	<u>2021</u>
<b>FIXED ASSETS</b>			
Tangible assets	3.	427,988	430,793
<b>CURRENT ASSETS</b>			
Stocks	4.	7,140	5,512
Debtors	5.	7,285	38,059
Cash at bank and in hand	6.	<u>30,338</u>	<u>9,373</u>
		44,763	52,944
<b>CREDITORS : amount due in less than one year</b>	7.	<u>13,825</u>	<u>9,138</u>
<b>NET CURRENT ASSETS</b>		<u>30,938</u>	<u>43,806</u>
<b>NET ASSETS</b>		<b><u>458,926</u></b>	<b><u>474,599</u></b>
<b>REPRESENTED BY :</b>			
Unrestricted Funds	8.	383,228	398,885
Restricted Funds	8.	<u>75,698</u>	<u>75,714</u>
		<b><u>474,599</u></b>	<b><u>474,599</u></b>

Signed for and on behalf of the Trustees




Date : 27 October 2022

The notes on pages 6 to 10 form part of these financial statements.

**LLAY MINERS WELFARE INSTITUTE AND RECREATION GROUNDS**  
**STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31<sup>st</sup> JANUARY 2022**  
**(Incorporating an Income and Expenditure Account)**

	Note	Unrestricted Fund	Restricted Fund	2022 Total Funds	2021 Total Funds
<b>INCOMING RESOURCES</b>	1(e)				
<b>Incoming resources from donations and legacies</b>					
Donation received	9	-	-	-	-
Grants receivable		52,795	-	52,795	43,951
Government grants receivable		-	-	-	25,000
Donations		500	-	500	8
Bank interest		-	-	-	13
<b>Incoming resources from charitable activities</b>					
Occupational licence fee		16,000	-	16,000	16,000
Tuesday club		1,500	-	1,500	820
Room hire		7,108	-	7,108	196
MUGA hire		10,208	-	10,208	1,615
Catering		-	-	-	-
Sundries		-	-	-	1,522
<b>Total Incoming Resources</b>		<b>88,111</b>	<b>-</b>	<b>88,111</b>	<b>88,764</b>
<b>RESOURCES EXPENDED</b>	1(f)				
<b>Charitable activities</b>					
Rates and water		1,394	-	1,394	3,566
Power, light and heat		3,223	-	3,223	3,362
Insurance		19,841	-	19,841	10,379
Salaries and wages	2	7,702	-	7,702	3,403
Building repairs and maintenance		55,830	-	55,830	26,297
Community Entertainment events		5,817	-	5,817	2,632
Event advertising		-	-	-	200
Sundry expenses		146	-	146	4
Depreciation		3,604	16	3,620	4,250
<b>Governance costs</b>					
Independent examiners fee		650	-	650	650
Professional, consultancy and legal fees		5,561	-	5,561	22,128
<b>Total Resources Expended</b>		<b>103,768</b>	<b>16</b>	<b>103,784</b>	<b>76,871</b>
<b>Net Income/(expenditure) before transfers</b>		<b>(15,657)</b>	<b>(16)</b>	<b>(15,673)</b>	<b>11,893</b>
<b>TRANSFERS</b>					
Gross transfers between funds		-	-	-	-
<b>Net income/(expenditure) before other recognised gains and losses</b>		<b>(15,657)</b>	<b>(16)</b>	<b>(15,673)</b>	<b>11,893</b>
Gains/losses on sale of fixed assets		-	-	-	-
<b>Net movement in funds</b>		<b>(15,657)</b>	<b>(16)</b>	<b>(15,673)</b>	<b>11,893</b>
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		<b>398,885</b>	<b>75,714</b>	<b>474,599</b>	<b>462,706</b>
<b>Total funds carried forward</b>		<b>383,228</b>	<b>75,698</b>	<b>458,926</b>	<b>474,599</b>

The notes on pages 6 to 10 form part of these financial statements.

# LLAY MINERS WELFARE INSTITUTE AND RECREATION GROUNDS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>st</sup> JANUARY 2022

### 1. ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the financial statements;

#### (a) Accounting Convention

The accounts of the charity, 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 in preparing their accounts in accordance with the Financial Reporting Standard applicable to the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)' and Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. The accounts have been prepared under the historical cost convention on an accruals basis.

#### (b) Going Concern

At the time of approving the accounts, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for a period of at least 12 months from the date of this report. Thus the trustees continue to adopt the going concern basis of accounting in preparing the accounts. The Trustees have fully considered the ongoing impact of Covid-19. In the previous year the charity had to make a loan of £18,641 to Llay Miners Welfare Institute Limited, who covenants all its profits to the Charity, in order to safeguard the company over the periods of closure so that it can continue to trade and provide future surpluses to the charity. As at 31<sup>st</sup> January 2022, the balance of this loan has now been reduced to £66. All costs have been and continue to be scrutinised to ensure that they are kept to a minimum.

#### (c) Financial Reporting Standard 102 – Reduced Disclosure Exemptions

The charity has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- The requirements of Section 7 Statement of Cash Flows.
- The requirements of Section 11 Financial Instruments paragraphs 11.41(b), 11.41(c), 11.41(e), 11.41(f), 11.42, 11.44, 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c).
- The requirements of Section 12 Other Financial Instruments paragraphs 12.26, 12.27, 12.29(a), 12.29(b) and 12.29A.

#### (d) Fund Accounting

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts

#### (e) Incoming Resources

All incoming resources are included in the Statement of Financial Activities when the charity is entitled to the income. The following specific policies are applied to particular categories of income:

- Incoming resources from donations and legacies is received by way of grants and donations and are included in full in the Statement of Financial Activities where receivable. Grants, including government grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.
- Donated services and facilities are included at the value to the charity where this can be quantified. The value of service provided by the volunteers has not been included in this accounts.
- Investment income is included when receivable.
- Incoming resources from charitable activities are accounted for when earned.



# LLAY MINERS WELFARE INSTITUTE AND RECREATION GROUNDS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>st</sup> JANUARY 2022 (continued)

### (f) Resources Expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure excludes any VAT and is reported as part of the expenditure to which it relates.

- Charitable activities comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the independent examiner's fee and costs linked to the management of the charity.
- All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of resources. Costs relating to a particular activity are allocated directly; others are apportioned on a appropriate basis.

### (g) Tangible Fixed Assets

Tangible fixed assets are stated in the balance sheet at cost, net of any depreciation. Depreciation is recognised so as to write off the costs of assets over their useful lives on the following bases:

Freehold Property	Not depreciated
Fixtures & Fittings	25% and 10% reducing balance

Freehold property is not depreciated. The trustees consider that the estimated useful life of the property is so long and the residual value so high that depreciation is not considered necessary.

In certain instances, specific grants are received towards fixed asset expenditure and the amount capitalised is net of any corresponding funding received. Any grants received in advance are deferred until the expenditure is incurred.

### (h) Operating Leases

Rentals payable under operating leases, including any lease incentives received, are charged to the SOFA on a straight line basis over the term of the lease.

### (i) Taxation

Llay Miners Welfare Institute and Recreation Grounds has been accepted as a charity for tax purposes and is, therefore, exempt from tax on its income and gains to the extent that income and gains are applicable and applied to charitable purposes only.

### (j) Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow-moving items.

## 2. EMPLOYEES

The average number of employees during the year was 1 (2021 – 1).

# LLAY MINERS WELFARE INSTITUTE AND RECREATION GROUNDS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>st</sup> JANUARY 2022

### 3. FIXED ASSETS

	<u>Freehold Property</u>	<u>Fixtures &amp; Fittings</u>	<u>Total</u>
<b>COST</b>			
1 <sup>st</sup> February 2021	408,896	212,452	621,348
Additions	-	815	815
31 <sup>st</sup> January 2022	<u>408,896</u>	<u>213,267</u>	<u>622,163</u>
<b>DEPRECIATION</b>			
1 <sup>st</sup> February 2021	-	190,555	190,555
Charge for year	-	3,620	3,620
31 <sup>st</sup> January 2022	<u>-</u>	<u>194,175</u>	<u>194,175</u>
<b>NET BOOK VALUE</b>			
31 <sup>st</sup> January 2022	<u>408,896</u>	<u>19,092</u>	<u>427,988</u>
31 <sup>st</sup> January 2021	<u>408,896</u>	<u>21,897</u>	<u>430,793</u>

Freehold property is not depreciated. The Trustees consider that the estimated useful life of the property is so long and the residual value so high that the depreciation is not considered necessary.

### 4. STOCKS

	<u>2022</u>	<u>2021</u>
Bar Stocks	5,790	4,162
Tombola prizes	100	100
Lottery tickets	500	500
Sundry stocks	750	750
	<u>7,140</u>	<u>5,512</u>

### 5. DEBTORS

	<u>2022</u>	<u>2021</u>
Prepayments and accrued income	6,575	2,962
VAT debtor	-	1,753
Insurance claim	-	10,000
Other debtors	644	4,703
Loan to Llay Miners Welfare Institute Limited	66	18,641
Trade debtors	-	-
	<u>7,285</u>	<u>38,059</u>

Llay Miners Welfare Institute Limited (limited company number 03158938) is obliged by its Memorandum and Articles of Association to covenant any surplus to the charity at the end of each financial period. The company operates as a social club to support the overall objectives of the charity. However, due the Covid-19 pandemic and the enforced closures of the club the company made a loss in the previous financial year of £18,641 and has had to be supported by a loan from the charity in order for it to continue its activities. The loan will be repaid out of future surpluses and the company continues to trade. As at 31<sup>st</sup> January 2022 the balance has been reduced to £66.

# LLAY MINERS WELFARE INSTITUTE AND RECREATION GROUNDS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>st</sup> JANUARY 2022 (continued)

### 6. CASH AT BANK AND IN HAND

	2022	2021
Charity Current Accounts	24,413	998
50/50 Draw Account	4,068	7,200
Cash in Hand	1,857	1,175
	<u>30,338</u>	<u>9,373</u>

### 7. CREDITORS : amounts falling due in less than one year

	2022	2021
Trade and other creditors	4,013	3,596
Accruals	7,987	5,542
Other taxation and social security	1,825	-
	<u>13,825</u>	<u>9,138</u>

### 8. MOVEMENT IN FUNDS

Net movements in funds during the current year are as follows:

	At 1 Feb 2021	Net Incoming Resources	Net Outgoing Resources	Transfers between Funds	At 31 Jan 2022
<b>Unrestricted funds</b>					
General Fund	<u>398,885</u>	<u>88,111</u>	<u>(103,768)</u>	<u>-</u>	<u>383,228</u>
<b>Restricted funds</b>					
Improvements Fund	<u>75,714</u>	<u>-</u>	<u>(16)</u>	<u>-</u>	<u>75,698</u>

The restricted funds are represented by the following assets :-

	2022	2021
<b>Improvements Fund</b>		
Freehold Property at net book value	74,505	74,505
Fixtures & fittings at net book value	47	63
Balances held on deposit	<u>1,146</u>	<u>1,146</u>
	<u>75,698</u>	<u>75,714</u>

### Improvements Fund

In accordance with Section 106 of the Town & Country Planning Act 1990, the local planning authority would only allow the sale of a small strip of land if the proceeds were used towards the cost of future improvements of the Charity's premises and grounds. The proceeds raised of £100,000 have therefore been used only for this purpose.

**LLEY MINERS WELFARE INSTITUTE AND RECREATION GROUNDS****NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED****31<sup>st</sup> JANUARY 2022****(continued)**

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**9. RELATED PARTY TRANSACTIONS**

Lley Miners Welfare Institute Limited (limited company number 03158938 registered in England & Wales) is obliged by its Memorandum and Articles of Association to covenant any surplus to the charity at the end of each financial period. The surplus of £nil was transferred on 31<sup>st</sup> January 2022 (2021 : £nil).

In the previous year the charity provided a loan of £18,641 to Lley Miners Welfare Institute Limited in order for the company to continue trading and to continue supporting the charity in the future. As at 31<sup>st</sup> January 2022 the balance of this loan is £66 (2021 - £18,641). The loan will be repaid from future trading surpluses.

Lley Miners Welfare Institute Limited paid occupational licence fees of £16,000 (2021: £16,000) to the charity.

**10. TRUSTEES' EMOLUMENTS AND EXPENSES**

None of the Trustees received remuneration or were reimbursed for expenses in the year ended 31<sup>st</sup> January 2022.

**11. CAPITAL COMMITMENTS**

There were no capital commitments as at 31<sup>st</sup> January 2022

**12. OTHER DISCLOSURE**

In the year ended 31 January 2019 the charity sold a small piece of land to a developer. Under the terms of the sale the full proceeds less any associated costs were paid to the order of the Coal Industry Social Welfare Organisation (CISWO) which is a registered charity number 1015581. Of these funds CISWO agreed to retain £325,000 towards future projects/capital works at Lley Miners Welfare Institute and Recreation Grounds with the remainder being applied to CISWO's own reserves. In the current year grants of £3,835 (2021: £43,591) have been received from CISWO towards such schemes. In the event that the retained funds are not fully utilised any remainder will be retained by CISWO.