

**PETER LATHOM'S CHARITY
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2017**

Charity Registration Number: 228828

**Advance Chartered Accountants
71/73 Hoghton Street
Southport
PR9 0PR**

PETER LATHOM'S CHARITY
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

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PETER LATHOM'S CHARITY

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2017

REFERENCE AND ADMINISTRATION DETAILS

CHARITY NUMBER	228828
ADDRESS	The Clerk to the Trustees c/o Brighthouse Wolff 82 Sandy Lane Skelmersdale Lancashire WN8 8LQ
TRUSTEES	As detailed on pages 4 & 5
CLERK	Christine Aitken Solicitor Brighthouse Wolff
INDEPENDENT EXAMINER	R W Thompson FCCA Advance Chartered Accountants 71/73 Hoghton Street Southport Merseyside PR9 0PR
BANKERS	CAF Bank Ltd 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ
STOCKBROKERS/INVESTMENT MANAGERS	Rathbones Investment Management Ltd Port of Liverpool Buildings Pier Head Liverpool L3 1NW
INVESTMENTS MANAGERS	CCLA Investment Management Ltd 80 Cheapside London EC2V 6DZ

PETER LATHOM'S CHARITY
TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2017

STRUCTURE, GOVERNANCE AND MANAGEMENT

GOVERNING DOCUMENT

Peter Lathom's Charity is a registered charity, number 228828. It was established by a Trust Deed dated 9 May 1902. The provisions of the scheme of the charity were last amended effective from 21 January 1974.

APPOINTMENT OF TRUSTEES

The Trustees are as detailed on pages 4 and 5. Central Representative Trustees are appointed for four year terms, one from each of the twelve local bodies of trustees, one from Lancashire County Council & one from Manchester University. Central Co-optative Trustees are appointed for five year terms by resolution of the Central Trustees passed in special meeting, and also serve as Local Ex-officio Trustees, one for each of the twelve districts. Local Representative Trustees are appointed for four year terms by the appropriate Parish Council or equivalent body. Local Co-optative Trustees are appointed for five year terms by resolution of the Local Trustees concerned passed in special meeting.

ORGANISATION

The full body of central trustees meet annually. Management of the charity's affairs is delegated to two committees - The Farm & Finance Committee and the Education Committee, also known as the Exhibitions Committee. The composition and terms of reference of these committees is ratified annually by the central trustees' body. The committees meet as required. During the year under review the Farm and Finance committee met twice. The Education Committee also met twice.

A proposed revision to the Scheme is still ongoing in consultation with the Charity Commissioners.

There are twelve local trustee bodies representing separate districts in the area of benefit. These local trustees each meet annually to determine the distribution of the funds appropriated to them under the scheme.

OBJECTS AND ACTIVITIES

The key objectives of the Charity are to provide financial assistance for the education and training of persons under the age of 25 years resident in the districts forming the area of benefit of the Charity, and in the application of income for the relief of persons in need, hardship or distress similarly resident within the said qualifying districts.

The scheme lays down formulae for distribution of the income between the above objectives resulting in various restricted income funds.

The Charity's capital is permanently endowed.

There have been no changes in the policies since the last report.

PETER LATHOM'S CHARITY
TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2017

ACHIEVEMENTS AND PERFORMANCE

The charity made the following distributions in accordance with the scheme:-

At the Exhibitions meeting held in March, the clerk reported that funds totalling £12,836 (representing income derived from 2016) were available for distribution. Grants totalling £10,350 were awarded as follows: 3 seniors amounting to £1,650 and 20 schools amounting to £8,700. This left a reasonable balance to be considered for junior grants at the next meeting.

At the meeting held in November, Junior grants totalling £1,230 were agreed upon to 3 individuals via the West Lancs Crisis Centre. The balance was left for a possible further 3 individuals where more information was still required.

During the year, a Welfare grant of £750 was made to Happy Days (as agreed last year), and a donation to an individual of £450 was paid. The committee also agreed to a further grant of £560 to Happy Days in the New Year which will be recognised in the 2018 accounts.

The local trustees' bodies distributed £12,536 to institutions and £10,595 to qualifying individuals in the area of benefit.

FINANCIAL REVIEW

The Charity's net outgoing resources on the restricted income funds were £6,573 after distributions of £35,661. The endowed funds returned net growth of £104,795 (2016: £108,724) an 8.5% (2016: 7.5%) increase on the previous year's value.

RESERVES

Grants/awards are made in the following year, at a series of meetings of the Central & Local Trustees' bodies. The charity normally expends all of its net income from the previous year on its objects, therefore the reserves at any year end generally represent the net income due for distribution in the following year.

INVESTMENT POLICY

There are no restrictions on the charity's power to invest. The investment strategy is set by the trustees, taking into account the income requirements of the charity, to pay current beneficiaries and to obtain capital growth for the benefit of future generations of beneficiaries. The trustees use CCLA and Rathbones Investment Management Ltd as investment advisors to the charity.

The Charity's Investments held with CCLA showed an increase of 8.17% (2016: 8.68%) in capital value over the year with an income yield of 3.80% (2016: 3.87%). The funds held with Rathbones demonstrated an increase of 5.66% (2016: increase of 6.92%) capital growth and an income yield of 3.81% (2016: 3.69%).

PETER LATHOM'S CHARITY

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2017 (continued)

CENTRAL CO-OPTATIVE TRUSTEES

(also serve as Local Ex-officio Trustees for the district indicated)

Mrs H Rosbotham	(Bickerstaffe)
Mrs E Sharrock	(Bispham & Mawdesley)
Mr J Stanley	(Burscough) (Died in year)
Mr J P Taylor	(Burscough)
Mr J L McKie	(Croston)
Mr W Waterworth	(Dalton & Parbold)
Mr K Vincent	(Newburgh & Lathom)
Mr D Snape (Vice Chairman)	(Ormskirk)
Mr P G Grace	(Rufford)
Mr P W Scarisbrick	(Scarisbrick)
Mr C J Byron (Chairman)	(Skelmersdale)
Mrs E Doran	(Ulnes Walton & Eccleston)
Mr K Mather	(Welch Whittle, Heskin & Wrightington)

CENTRAL REPRESENTATIVE TRUSTEES

(also serve as Local Trustees for the district indicated)

Mr O Taylor	(Bickerstaffe) (resigned in year)
Mr J Mercer	(Bickerstaffe)
Mr R H Mallows	(Bispham & Mawdesley)
Cllr D Hardisty	(Burscough)
Mrs K Almond	(Croston)
Mrs S E Braithwaite	(Dalton & Parbold)
Cllr E Pope	(Newburgh & Lathom)
Mr A Owens	(Ormskirk)
Mrs K Cummings	(Rufford)
Mr I Tinsley	(Scarisbrick)
Mr P Cotterill	(Skelmersdale)
Cllr M Miller	(Ulnes Walton & Eccleston)
Dr H Butler	(Welch Whittle, Heskin & Wrightington)
Mrs C Dereli	Lancashire County Council Appointee
Mrs L Hayes	Manchester University Appointee

PETER LATHOM'S CHARITY

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2017 (continued)

LOCAL REPRESENTATIVE/CO-OPTATIVE TRUSTEES

Bickerstaffe	Cllr B Shufflebotham
Bispham & Mawdesley	Ms J Jenkinson (appointed in year)
Burscough	Cllr J Higson
Croston	Mrs K Beatty Cllr G Stubbs
Dalton & Parbold	Cllr M Blake Cllr G Rainford (appointed in year)
Newburgh & Lathom	Mrs J Citarella
Ormskirk	Cllr N Delaney Cllr P Hudson
Rufford	Miss M Skinley Miss A Croft
Scarisbrick	Mrs J Marshall Mr W J Cropper
Skelmersdale	Cllr T Devine Mr S Jones
Ulnes Walton & Eccleston	Mrs P Sloan Mr H J Sloan (appointed in year)
Welch Whittle, Heskin & Wrightington	Mr J L Hill Mr A Whittaker Mr J Clinch

Signed on behalf of the Trustees

.....
C Byron (Chairman of Trustees)

13 February 2018

PETER LATHOM'S CHARITY

Independent examiner's report to the Trustees of Peter Lathom's Charity

I report on the accounts of the trust for the year ended 31 December 2017, which are set out on pages 7 to 12.

Respective responsibilities of trustees and examiner

The charity's trustees 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(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to:

examine the accounts under section 145 of the 2011 Act;

to follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the 2011 Act; and

to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with the general Directions given by the Charity Commission. 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:

- (a) to keep accounting records in accordance with section 130 of the 2011 Act; and
- (b) to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 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.

R.W. Thompson FCCA
Advance Chartered Accountants
71/73 Hoghton Street
Southport
PR9 0PR

Date

13 February 2018

PETER LATHOM'S CHARITY
STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 31 DECEMBER 2017

	Notes	Restricted Income Funds (Note 2)	Permanent Endowment Funds	Total Funds 2017	Total Funds 2016
Incoming resources					
Incoming resources from generated funds					
Investment income					
COIF		31,206		31,206	29,255
Rathbones		25,280		25,280	23,001
Tax Rebate		445		445	426
Bank interest		24		24	81
Farm land rent		1,000		1,000	1,000
Total incoming resources		57,955	-	57,955	53,763
Resources expended					
Costs of generating funds					
Investment management costs					
Insurance		447		447	447
Investment managers fees			5,708	5,708	5,251
		447	5,708	6,155	5,698
Charitable activities					
Local trustees' distributions		22,881		22,881	28,280
Central trustees' grants & donations					
Welfare distributions to institutions	2	1,200		1,200	1,949
Grants to local schools		8,700		8,700	6,989
Education grants to individual students		2,880		2,880	5,400
		35,661	0	35,661	42,618
Governance costs					
Clerks' fees (incl disbursements)		9,360		9,360	9,148
Accountancy & independent examination		3,000		3,000	3,000
Sundries (incl Trustees' meetings)		814		814	692
Professional fees		2,100		2,100	0
		15,274	0	15,274	12,840
Total resources expended		51,382	5,708	57,090	61,156
Net incoming/(outgoing) resources before other recognised gains & losses		6,573	(5,708)	865	(7,393)
Other recognised gains & losses					
Realised gain on investments			1,321	1,321	4,188
Unrealised gain on revaluation of investments	4		109,182	109,182	109,787
Net movement in funds		6,573	104,795	111,368	106,582
Reconciliation of funds					
Total funds brought forward		44,279	1,557,374	1,601,653	1,495,071
Total funds carried forward		50,852	1,662,169	1,713,021	1,601,653

PETER LATHOM'S CHARITY

BALANCE SHEET

AS AT 31 DECEMBER 2017

	Notes	2017	2016
		£	£
Fixed Assets			
Investments			
Freehold land	5	73,625	73,625
Other investments	6	1,592,280	1,487,484
Total fixed assets		1,665,905	1,561,109
Current Assets			
Debtors	7	445	350
Cash at bank		50,275	43,678
Total current assets		50,720	44,028
Liabilities			
Creditors: Amounts falling due within one year	8	(3,604)	(3,484)
Net current assets		47,116	40,544
Net assets		1,713,021	1,601,653
		=====	=====
The Funds of the charity	9		
Endowment fund		1,662,169	1,557,374
Restricted income funds:			
Estate of mixed account (Incl. local Trustees' funds)		32,370	28,403
Welfare fund		3,952	3,040
Lathom educational foundation		14,530	12,836
		50,852	44,279
		1,713,021	1,601,653
		=====	=====

The trustees approved the financial statements on 13 February 2018

Signed on behalf of the trustees by:

C Byron

Chairman of Trustees

The accounting policies and notes on pages 9 to 12 form an integral part of these financial statements.

PETER LATHOM'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

1. Accounting policies

Basis of accounting

The financial statements have been prepared in accordance with the Charities SORP (FRSSE) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (the FRSSE) (effective 1 January 2015)'. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value.

Income & expenditure recognition

Income is accounted for in the accounting period in which it is receivable. Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to the expenditure.

Fixed asset investments

Fixed asset investments are stated at market value, unrealised gains or losses arising on the change in market value during the year are included in the Statement of Financial Activities.

2. Analysis of Income Funds

	Estate or Mixed Account	Lathom Educational Foundation	Welfare Fund	Total
Income	57,955	0	0	57,955
Investment management costs	(447)			(447)
Charitable activities	(22,881)	(11,580)	(1,200)	(35,661)
Governance costs	(15,274)			(15,274)
Net Income	19,353	(11,580)	(1,200)	6,573
Transfers between funds	(15,386)	13,274	2,112	
Funds b/fwd	28,403	12,836	3,040	44,279
Funds c/fwd	32,370	14,530	3,952	50,852
	=====	=====	=====	=====

Distributions are made from the various income funds in October/November of the following year.

The Estate or Mixed Account represents the residue of monies after transfers to other funds, in accordance with the charity's scheme, and is distributable by the twelve local bodies of trustees in their respective districts, amongst those who are in need, hardship or distress. During the year grants were made to individuals totalling £10,595. and institutions in the areas of benefit totalling £12,536.

PETER LATHOM'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

The **Lathom Educational Foundation** represents the income of the charity which under the scheme is applicable to promoting the education of persons under the age of 25, in need of assistance and resident in the districts forming the area of benefit of the Charity. Distributions were made by way of payments of £1,230 to 3 juniors, 3 seniors amounting to £1,650; and 20 schools amounting to £8,700, a total of £11,580.

The **Welfare Fund** represents income which under the scheme is distributable by the central trustees amongst those in need hardship or distress in the districts forming the charity's area of benefit. During the year, grants totalling £1,200 were paid and a commitment made to pay a further £560, which will be recognised when paid in 2018.

3. No remuneration or re-imbursement of expenses was paid or payable out of the funds of the Charity to any trustee or any person connected with any of them.

4. **Unrealised gain and (losses)**

	2017 £	2016 £
Other Investments	109,182	109,787
	<u>109,182</u>	<u>109,787</u>
	=====	=====

5. **Freehold land and buildings**

	2017 £	2016 £
Charity Farm Land	73,625	73,625
	<u>73,625</u>	<u>73,625</u>
	=====	=====

The Charity owns 14.73 acres of agricultural land and this has been valued in the Balance Sheet at £73,625 by the Trustees in 2010. The trustees still consider this to be a reasonable valuation.

6. Other Investments	Charities Official Investment Fund	Rathbones Portfolio	Total
	£	£	£
Market value as at 31 December 2016	820,830	666,654	1,487,484
Additions		28,935	28,935
Disposal proceeds		(39,242)	(39,242)
Net cash movement		4,600	4,600
Realised profit		1,321	1,321
Unrealised profit/(loss)	67,083	42,099	109,182
	<u>887,913</u>	<u>704,367</u>	<u>1,592,280</u>
	=====	=====	=====
Cost as at 31 December 2017	144,415	571,702	716,117
	=====	=====	=====

The Charities Official Investment Fund investment comprises Charities Investment Fund £802,412 (2016 £738,394) and Charities Property Fund £85,501 (2016 £82,436).

Other investments represent shares and securities listed on recognised UK and foreign stock exchanges.

PETER LATHOM'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

7. Debtors	2017	2016
	£	£
Tax refund	445	350
	<u>445</u>	<u>350</u>
	=====	=====

8. Creditors: amounts falling due within one year	2017	2016
	£	£
Accruals and deferred income	3,604	3,484
	<u>3,604</u>	<u>3,484</u>
	=====	=====

9. Analysis of Net Assets by Fund

	Restricted Income Funds	Permanent Endowment	Total
	£	£	£
Fixed Asset Investment		1,665,905	1,665,905
Net Current Assets	50,852	(3,736)	47,116
	<u>50,852</u>	<u>1,662,169</u>	<u>1,713,021</u>
	=====	=====	=====

Peter Lathom's Charity

Local Trustees' Accounts & Distributions

Year Ended 31 December 2017

	<u>Bickerstaffe</u>	<u>Bispham</u> <u>& Mawdesley</u>	<u>Burscough</u>	<u>Croston</u>	<u>Dalton &</u> <u>Parbold</u>	<u>Newburgh</u> <u>& Latham</u>	<u>Ormskirk</u>	<u>Rufford</u>	<u>Scarisbrick</u>	<u>Skelmersdale</u>	<u>Ulnes Walton</u> <u>& Eccleston</u>	<u>Welch</u> <u>Whittle</u> <u>Heskin &</u> <u>Wrightington</u>	<u>Total</u>
Transfer from Central Trustees (from 2016 Income)	1,657.14	1,669.67	2,614.68	1,761.43	1,666.92	2,225.11	3,971.13	1,679.01	1,935.63	2,557.13	1,884.61	2,108.54	25,731.00
	1,657.14	1,669.67	2,614.68	1,761.43	1,666.92	2,225.11	3,971.13	1,679.01	1,935.63	2,557.13	1,884.61	2,108.54	25,731.00
Charitable Distributions													
Institutional Grants	1,557.14	1,884.43	300.00	1,900.00		0.00	3,000.00	79.01	1,815.63	2,000.00	0.00		12,536.21
Payments Via Local Trustees	100.00		550.00	0.00	1,666.92	2,225.11	340.00	1,600.00	120.00	0.00	1,884.61	2,108.54	10,595.18
Grants Returned from Previous Year			(250.00)										(250.00)
Total Expenditure	1,657.14	1,884.43	600.00	1,900.00	1,666.92	2,225.11	3,340.00	1,679.01	1,935.63	2,000.00	1,884.61	2,108.54	22,881.39
Net	0.00	(214.76)	2,014.68	(138.57)	0.00	0.00	631.13	0.00	0.00	557.13	0.00	0.00	2,849.61
Balance B/fwd 1.1.17	0.00	214.76	216.12	437.06	0.00	0.00	1,543.68	0.00	0.00	259.63	0.00	0.00	2,671.25
Balance C/fwd 31.12.17	0.00	0.00	2,230.80	298.49	0.00	0.00	2,174.81	0.00	0.00	816.76	0.00	0.00	5,520.86
Transfer Due in respect of 2017 Income	1,729.10	1,742.16	2,728.17	1,837.91	1,739.30	2,321.70	4,143.46	1,751.92	2,019.66	2,668.13	1,966.42	2,200.07	26,848.00
Distributions Due Autumn 2018	1,729.10	1,742.16	4,958.97	2,136.40	1,739.30	2,321.70	6,318.27	1,751.92	2,019.66	3,484.89	1,966.42	2,200.07	32,368.86