

**NEWPORT HARBOUR COMMISSIONERS
AUDITED FINANCIAL STATEMENTS
FOR
31 MARCH 2016**

WALTER HUNTER & CO LIMITED
Chartered Accountants & Statutory Auditor
24 Bridge Street
Newport
South Wales
NP20 4SF

NEWPORT HARBOUR COMMISSIONERS

FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2016

CONTENTS	PAGE
Commissioners' statement of responsibilities	1
Independent auditor's report to Authority's Commissioners	2
Statement of Financial Activities	4
Balance sheet	5
Notes to the financial statements	6

NEWPORT HARBOUR COMMISSIONERS
STATEMENT OF RESPONSIBILITIES OF THE COMMISSIONERS
YEAR ENDED 31 MARCH 2016

Commissioners' Responsibilities

The Commissioners are responsible for preparing the financial statements in accordance with the following law and regulations:

Newport (Monmouthshire) Harbour Acts 1836, 1869 and 1890, and the Statutory Harbour Undertakings (Form of Account etc.) Regulations of 1969 and 1983 require the Newport Harbour Commissioners (the "Authority") to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Authority, and of the profit and loss of the Authority for that period.

In preparing those financial statements, the Authority's Commissioners are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Authority will continue in business.

The Authority's Commissioners are responsible for keeping proper accounting records which disclose with reasonable accuracy, at any time, the financial position of the Authority and to enable them to ensure that the financial statements comply with Newport (Monmouthshire) Harbour Acts 1836, 1869 and 1890, and the Statutory Harbour Undertakings (Form of Account etc.) Regulations of 1969 and 1983.

They are also responsible for safeguarding the assets of the Authority and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Authority's Commissioners are aware:

- there is no relevant audit information of which the Authority's auditors are unaware: and
- that each of the Authority's Commissioners have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Signed on behalf of Newport Harbour Commissioners on 8th June 2016

C.P. CRICK

Chairman

NEWPORT HARBOUR COMMISSIONERS

INDEPENDENT AUDITOR'S REPORT TO THE NEWPORT HARBOUR COMMISSIONERS

YEAR ENDED 31 MARCH 2016

We have audited the financial statements of The Newport Harbour Commissioners (the "Authority") for the year ended 31 March 2016. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the Authority's Commissioners, as a body. Our audit work has been undertaken so that we might state to the Authority's Commissioners 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 Authority and the Authority's Commissioners as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF AUTHORITY AND AUDITORS

The responsibilities of the Authority for preparing of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Commissioners' Responsibilities Statement set out on page 1.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

We report to you our opinion as to whether the financial statements give a true and fair view.

In addition we report to you if, in our opinion, the Authority has not kept proper accounting records, and if we have not received all the information and explanations we require for our audit.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Authority in the preparation of the financial statements, and of whether the accounting policies are appropriate to Authority's circumstances and have been consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

NEWPORT HARBOUR COMMISSIONERS
INDEPENDENT AUDITOR'S REPORT TO THE
NEWPORT HARBOUR COMMISSIONERS *(continued)*

YEAR ENDED 31 MARCH 2016

OPINION

In our opinion the financial statements:

- give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities of the state of the Authority's affairs as at 31 March 2016 and of its loss for the year then ended;
- have been properly prepared in accordance with Newport (Monmouthshire) Harbour Acts 1836, 1869 and 1890 and the Statutory Harbour Undertakings (Form of Account etc.) Regulations of 1969 and 1983.

ZOE GOODWIN BSc FCA

For and on behalf of
WALTER HUNTER & CO LIMITED
Chartered Accountants
& Statutory Auditor

24 Bridge Street,
Newport.
South Wales
NP20 4SF

8th June 2016

NEWPORT HARBOUR COMMISSIONERS

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31 MARCH 2016

	2016 £	2015 £
OPERATING INCOME		
Harbour dues on ships	146,758	152,890
Proceeds from insurance claim	–	2,853
Bank interest receivable	635	1,882
Sundry services and facilities	96	94
	<u>147,489</u>	<u>157,719</u>
RESOURCES EXPENDED		
Operating and maintenance expenditure		
Harbour Master services and LPS	50,213	45,417
Insurance	5,257	5,257
Repairs to buoys and lighthouse	10,191	16,090
Harbour generally	300	5,300
	<u>65,961</u>	<u>72,064</u>
Dredging expenditure		
Current year contribution	33,658	36,176
Prior year dredging adjustment	(755)	3,833
	<u>32,903</u>	<u>40,009</u>
Administrative and general expenses		
Staff salaries and National Insurance contributions	6,000	6,000
Consultancy and management services	30,971	29,259
Legal and professional fees	–	5,353
Upkeep of offices and establishment expenses	377	345
General administrative expenses	4,250	3,700
Staff training	–	886
Insurance	4,946	4,932
Auditors remuneration	1,810	1,775
	<u>48,354</u>	<u>52,250</u>
TOTAL RESOURCES EXPENDED	<u>147,218</u>	<u>164,323</u>
Net Incoming/(Outgoing) resources for the year before depreciation	271	(6,604)
Depreciation	(3,931)	(3,133)
Net (Outgoing) resources for the year before taxation	<u>(3,660)</u>	<u>(9,737)</u>
TOTAL (OUTGOING) RESOURCES FOR THE YEAR	<u>(3,660)</u>	<u>(9,737)</u>

The notes on pages 6 to 8 form part of these financial statements.

NEWPORT HARBOUR COMMISSIONERS

BALANCE SHEET

31 MARCH 2016

	Note	2016 £	£	2015 £
FIXED ASSETS				
Tangible assets	3		33,932	24,190
Investments	4		6,500	6,500
			<u>40,432</u>	<u>30,690</u>
CURRENT ASSETS				
Debtors	5	25,233		33,484
Cash at bank and in hand		147,351		134,649
		<u>172,584</u>		<u>168,133</u>
CREDITORS: Amounts falling due within one year	6	61,959		44,106
NET CURRENT ASSETS			<u>110,625</u>	<u>124,027</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>151,057</u>	<u>154,717</u>
CAPITAL AND RESERVES				
Revaluation reserve			6,500	6,500
Profit and loss account			144,557	148,217
SHAREHOLDERS' FUNDS			<u>151,057</u>	<u>154,717</u>

These financial statements were approved and signed on 8th June 2016 by the Newport Harbour Commissioners and are signed on their behalf by:

C.P. CRICK (Chairman)

J LLOYD (Clerk to the Commissioners)

The notes on pages 6 to 8 form part of these financial statements.

NEWPORT HARBOUR COMMISSIONERS

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2016

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with Applicable United Kingdom accounting standards.

Incoming Resources

Harbour dues levied on vessels entering and using the harbour during the year were at a rate which came into force on the under-mentioned date:

From 1 January 2014 - £0.055 per gross tonne

Resources Expended includes:

Auditors remuneration of £1,810 (2014/15 £1,775)

Harbour Master services and LPS of £50,213 (2014/15 £45,417).

Fixed assets and Fixed Asset Investments

Fixed assets are stated at original cost or valuation.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Buoys, leading lights, plant etc. - by equal instalments over the estimated working life

Fixed asset investments represent the value of the Chairman's chain of office. This valuation was made by the Commissioners on 31st March 1996 based on the market value of gold content.

2. Net (Outgoing) resources for the year before taxation

This is stated after charging:

	2016	2015
	£	£
Chairman's remuneration	6,000	6,000
Auditor's fees	1,810	1,775
Depreciation	3,931	3,133

NEWPORT HARBOUR COMMISSIONERS

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2016

3. TANGIBLE FIXED ASSETS

	Buoys, leading lights, plant, etc. £
COST OR VALUATION	
At 1 April 2015	85,753
Additions	<u>13,673</u>
At 31 March 2016	<u><u>99,426</u></u>
DEPRECIATION	
At 1 April 2015	61,563
Charge for the year	<u>3,931</u>
At 31 March 2016	<u><u>65,494</u></u>
NET BOOK VALUE	
At 31 March 2016	<u><u>33,932</u></u>
At 31 March 2015	<u>24,190</u>

4. INVESTMENTS

Chairman's chain of office	£
COST	
At 1 April 2015 and 31 March 2016	<u>6,500</u>
NET BOOK VALUE	
At 31 March 2016 and 31 March 2015	<u><u>6,500</u></u>

NEWPORT HARBOUR COMMISSIONERS

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2016

5. DEBTORS

	2016	2015
	£	£
Trade debtors	22,180	26,216
VAT recoverable	487	4,424
Prepayments and accrued income	2,566	2,844
	<u>25,233</u>	<u>33,484</u>

6. CREDITORS: Amounts falling due within one year

	2016	2015
	£	£
Trade creditors	<u>61,959</u>	<u>44,106</u>

7. RELATED PARTY TRANSACTIONS

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8.