

NEWPORT HARBOUR COMMISSIONERS
AUDITED FINANCIAL STATEMENTS
FOR
31 MARCH 2012

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

NEWPORT HARBOUR COMMISSIONERS

AUDITED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2012

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NEWPORT HARBOUR COMMISSIONERS
STATEMENT OF RESPONSIBILITIES OF THE COMMISSIONERS
YEAR ENDED 31 MARCH 2012

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 11th July 2012

C.P. CRICK

Chairman

NEWPORT HARBOUR COMMISSIONERS
INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF
NEWPORT HARBOUR COMMISSIONERS
YEAR ENDED 31 MARCH 2012

We have audited the financial statements of Newport Harbour Commissioners (the "Authority") for the year ended 31 March 2012. These financial statements have been prepared under the historical cost convention, modified by the revaluation of certain fixed asset investments and in accordance with applicable United Kingdom accounting standards and the accounting policies set out on page 6.

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 SHAREHOLDERS OF
NEWPORT HARBOUR COMMISSIONERS *(continued)*
YEAR ENDED 31 MARCH 2012

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 2012 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 (Hons) ACA

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

24 Bridge Street,
Newport.
South Wales
NP20 4SF

11th July 2012

NEWPORT HARBOUR COMMISSIONERS

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31 MARCH 2012

	Note	2012 £	2011 £
OPERATING INCOME			
Harbour dues on ships		78,400	73,465
Sundry services and facilities		85	81
Insurance claim		-	-
Interest receivable		2,182	3,994
TOTAL INCOMING RESOURCES		<u>80,667</u>	<u>77,540</u>
RESOURCES EXPENDED			
Operating and maintenance expenditure			
Vessel traffic service		20,100	20,100
Insurance		6,315	6,133
Repairs to buoys and lighthouse		9,159	12,645
Subcontracting of Harbourmaster duties		20,000	20,000
Harbour generally		2,774	353
		<u>58,348</u>	<u>59,231</u>
Dredging expenditure			
Prior year dredging adjustment		829	(5,141)
Current year contribution		20,334	21,148
		<u>21,163</u>	<u>16,007</u>
Administrative and general expenses			
Staff salaries and National Insurance contributions		6,000	6,037
Consultancy and management services		25,380	24,277
Upkeep of offices and establishment expenses		277	266
General administrative expenses		5,079	3,196
Insurance		4,235	4,200
Auditors' remuneration		1,650	1,605
		<u>42,621</u>	<u>39,581</u>
TOTAL RESOURCES EXPENDED		<u>122,132</u>	<u>114,819</u>
Net (Outgoing) resources for the year before depreciation		<u>(41,465)</u>	<u>(37,279)</u>
Depreciation		(1,815)	(1,185)
Profit on disposal of fixed assets		8,237	-
Net (Outgoing) resources for the year before taxation		<u>(35,043)</u>	<u>(38,464)</u>
Taxation credit		-	-
TOTAL (OUTGOING) RESOURCES FOR THE YEAR		<u>(35,043)</u>	<u>(38,464)</u>

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

NEWPORT HARBOUR COMMISSIONERS

BALANCE SHEET

31 MARCH 2012

	Note	2012 £	£	2011 £
FIXED ASSETS				
Tangible assets	3		10,257	2,835
Investments	4		6,500	6,500
			<u>16,757</u>	<u>9,335</u>
CURRENT ASSETS				
Debtors	5	15,567		23,148
Cash at bank and in hand		219,767		268,281
		<u>235,334</u>		<u>291,429</u>
CREDITORS: Amounts falling due within one year	6	(21,970)		(35,600)
NET CURRENT ASSETS			<u>213,364</u>	<u>255,829</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>230,121</u>	<u>265,164</u>
CAPITAL AND RESERVES				
Revaluation reserve			6,500	6,500
Profit and loss account			223,621	258,664
SHAREHOLDERS' FUNDS			<u>230,121</u>	<u>265,164</u>

These financial statements were approved and signed on 11th July 2012 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 financial accounts.

NEWPORT HARBOUR COMMISSIONERS

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2012

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 2007 £0.035 per gross tonne

Resources Expended includes:

Auditors remuneration of £1,650 (2010/11 £1,605)

Vessel traffic service of £20,100 (2010/11 £20,100)

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:

	2012	2011
	£	£
Chairman's remuneration	6,000	6,000
Auditor's fees	1,650	1,605
Depreciation	1,815	1,185

NEWPORT HARBOUR COMMISSIONERS
NOTES TO THE FINANCIAL STATEMENTS FINANCIAL ACCOUNTS
YEAR ENDED 31 MARCH 2012

3. TANGIBLE FIXED ASSETS

	Buoys, leading lights, plant, etc. £
COST	
At 1 April 2011	56,633
Additions	9,457
Disposals	<u>(2,210)</u>
At 31 March 2012	<u>63,880</u>
 DEPRECIATION	
At 1 April 2011	53,797
Charge for the year	1,815
On disposals	<u>(1,989)</u>
At 31 March 2012	<u>53,623</u>
 NET BOOK VALUE	
At 31 March 2012	<u>10,257</u>
At 31 March 2011	<u>2,836</u>

4. INVESTMENTS

Chairman's chain of office	£
VALUATION	
At 1 April 2011 and 31 March 2012	<u>6,500</u>
 NET BOOK VALUE	
At 31 March 2012 and 31 March 2011	<u>6,500</u>

5. DEBTORS

	2012	2011
	£	£
Trade debtors	8,029	13,613
Corporation tax repayable	3,372	3,372
VAT recoverable	436	415
Prepayments and accrued income	3,730	5,749
	<u>15,567</u>	<u>23,149</u>

NEWPORT HARBOUR COMMISSIONERS
NOTES TO THE FINANCIAL STATEMENTS FINANCIAL ACCOUNTS
YEAR ENDED 31 MARCH 2012

6. CREDITORS: Amounts falling due within one year

	2012	2011
	£	£
Trade creditors	<u>21,970</u>	<u>35,602</u>

7. RELATED PARTY TRANSACTIONS

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