

**THE NATIONAL POLICE FUND**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2016**

(Incorporated by Royal Charter on 31 December 1926)

# THE NATIONAL POLICE FUND

## LEGAL AND ADMINISTRATIVE INFORMATION

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**Trustee** The Police Dependants' Trust Limited

**Charity number** 207608

**Principal address** 3 Mount Mews  
High Street  
Hampton  
London  
TW12 2SH

**Auditor** Alliotts  
Friary Court  
13-21 High Street  
Guildford  
Surrey  
GU1 3DL

**Bankers** Barclays Bank Plc  
Leicester  
Leicestershire  
LE87 2BB

**Solicitors** Bircham Dyson Bell  
50 Broadway  
Westminster  
London  
SW1H 0BL

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# THE NATIONAL POLICE FUND

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# THE NATIONAL POLICE FUND

## TRUSTEE'S REPORT

### FOR THE YEAR ENDED 31 MARCH 2016

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The trustee presents its report and accounts for the year ended 31 March 2016.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's Royal Charter trust deed, the Charities Act 2011 and "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)"

#### **Objectives and activities**

The objects of the charity are to support the general welfare and education of members of the police forces of Great Britain by the provision of health, welfare and recreational and other facilities calculated to promote their efficiency, for educational and compassionate grants for police officers and their dependants, and for the support of charities for the benefit of such persons in need. The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the aims, objectives and in planning our future activities.

There has been no change in these during the year.

The trustee has paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

#### **Grant making policy**

The charity provides:

- Benevolent Fund Grants – available to police force benevolent funds with annual income below £100,000
- Wellbeing Grants – available to police forces and sports associations to fund specific projects focussed on improving the wellbeing of police officers and staff
- Education grants available to children of serving and former police force members, to assist with higher education where financial assistance is needed. These applications are assessed against various criteria to ensure the grants are made to those most in need.

#### **Achievements and performance**

The number of education grants awarded in the 12 months to 31 March 2016 was 33 (15 months to 31 March 2015: 35), a decrease of 2 grants on the previous period. The maximum education grant was kept constant at £1,000 during the year. The Benevolent Fund grants scheme continued in the year after being set up in 2014 and a total of 15 grants (2015: 15) were authorised for payment. The new Wellbeing grant scheme was set up during the period and a total of 14 grants were awarded.

#### **Financial review**

The charity is reliant on income from its investments, the income from which totalled £109,791 (2015: £156,326). Resources expended were £97,419 (2015: £60,002). This increase in expenditure reflects the transition to the new grants schemes.

Net outgoing resources for the year were £44,321 (2015: net incoming resources of £455,697) after taking into account losses on investments of £62,595 (2015: gains on investments of £356,348).

Education grants and other police force grants were the main cost for the year, totalling £85,515 (2015: £50,000). No grant was made out of the Mary Holt Fund this year (2015: £NIL). Other administration expenses totalled £11,904 (2015: £10,002) an increase of £1,902 on the previous year.

The charity is in a good financial position but is reliant upon its investment income to support its work.

During the year legacies received were £5,902 (2015: £3,000).

# THE NATIONAL POLICE FUND

## TRUSTEE'S REPORT (CONTINUED)

**FOR THE YEAR ENDED 31 MARCH 2016**

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### **Investment powers and performance**

The charity's assets are invested in accordance with the Trustee Act 2000. Other than that there are no restrictions on the charity's powers to invest.

The charity holds its investment portfolio in order to generate a return to fund its day-to-day running and grant making programmes.

The investment portfolio is managed on a discretionary basis by Newton Investment Management. The investment objective is to seek a total return greater than that of the WM Total Charities Universe.

As at 31/03/16 the portfolio had an income yield of 3%. The capital value of the charity's portfolio shrunk by 1.8% during the year and was valued at £3,469,983 as at 31/03/16.

### **Risk management**

The trustees have assessed the major risks to which the charity is exposed, in particular, those related to the operation and finances of the charity, and are satisfied that systems are in place to mitigate our exposure to the major risks.

### **Plans for the future**

Having recently introduced the new Wellbeing Grants Programme the trustee will be monitoring the effectiveness of this before considering any further changes. Future development will be informed by research commissioned from the University of Surrey.

### **Structure, governance and management**

The National Police Fund is constituted under a Royal Charter dated 31 December 1926 and amended separately on 12 August 1954, 10 June 1959, 15 July 1970 and 5 March 2014. The charity is registered under charity number 207608, and has the working name of National Police Fund.

The trustees who served during the year were:

The Police Dependents' Trust Limited

In accordance with the amendment made to the Royal Charter on 5 March 2014, the sole Trustee of the charity is The Police Dependents' Trust Limited.

# THE NATIONAL POLICE FUND

## TRUSTEE'S REPORT (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2016

#### Organisation

As the sole trustee of the National Police Fund, the Police Dependants Trust Limited (PDT) manages the charity as an integral part of its own management structure. The full board of trustees met 4 times during the period to consider policy matters, agree broad strategies and consider the charities investments.

During the year the trust reviewed its committee structure and its scheme of delegation to achieve an appropriate balance between the activities and responsibilities of the trustees and staff. Trustees are satisfied that this new way of working enables trustees to provide a greater focus on governance and strategy with the trusts staff implementing plans agreed by the board within an agreed organisational framework. The following committee structure was agreed by the board on 21st January 2016 along with their terms of reference:

Committee	Key Responsibilities
Audit & Investment	<ol style="list-style-type: none"><li>1 Exercises general oversight concerning matters pertaining to the trust's investment portfolios</li><li>2 Oversees the selection and agrees the appointment of investment managers on behalf of the trustees as a delegated responsibility</li><li>3 Oversees the trusts systems of internal control, risk management and financial reporting, and monitors the quality and effectiveness of external auditors.</li></ol>
Remuneration	On behalf of The Police Dependants' Trust's Board, the Remuneration Committee exercises general oversight of matters concerning the trusts staff.

Prior to January 2016, the following committee structure was in place:

Committee	Key Responsibilities
Grants	Reviews applications and awards grants, evaluates effectiveness of grants programmes and develops new grants to deliver improvements in public benefit.
Finance & Audit	Oversees the Trusts finances, including investment management arrangements, audit and risk management.
Fundraising & Marketing	Oversees plans for fundraising and engagement with the Trusts beneficiaries and supporters.

The Grants Committee met on 3 occasions during the year and to consider new registrations and applications for financial assistance. The Finance & Audit Committee met on 3 occasions and the Fundraising & Marketing twice.

#### Asset cover for funds

The trustee, being cognisant of the requirements of the Charity Commissioners with regard to Reserves Policy, is satisfied that the level of reserves presently held is warranted to enable the charity to continue to meet the needs of its beneficiaries. The charity is reliant upon the income generated by its investment portfolio as its source of income and the Trustee considers these investments as an endowed fund.

The Trustee has created a specific reserve of £50,000 for the National Welfare Contingency Fund to assist forces in supporting the welfare of officers and staff in the event of a major terrorist incident or similar national event.

# THE NATIONAL POLICE FUND

## TRUSTEE'S REPORT (CONTINUED)

**FOR THE YEAR ENDED 31 MARCH 2016**

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### Statement of trustee's responsibilities

The trustee is responsible for preparing the Trustee's Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustee to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that year.

In preparing these accounts, the trustee is required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustee is responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable it to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. It is also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

On behalf of the board of trustees of The Police Dependants' Trust Limited



T Jackson

Chairman of The Police Dependants' Trust Limited

Dated: 31<sup>st</sup> Oct 2016

# THE NATIONAL POLICE FUND

## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF THE NATIONAL POLICE FUND

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We have audited the financial statements of The National Police Fund for the year ended 31 March 2016 set out on pages 7 to 17. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102.

This report is made solely to the charity's trustee, as a body, in accordance with section 145 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustee those matters we are required to state in an auditors' 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 charity and its trustee as a body, for our audit work, for this report, or for the opinions we have formed.

#### **Respective responsibilities of trustee and auditor**

As explained more fully in the statement of trustee's responsibilities set out on page 4, the trustee is responsible for the preparation of accounts which give a true and fair view.

We have been appointed as auditors under section 145 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act. Our responsibility is to audit and express an opinion on the accounts in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

#### **Scope of the audit of the accounts**

An audit involves obtaining evidence about the amounts and disclosures in the accounts sufficient to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustee; and the overall presentation of the accounts. In addition, we read all the financial and non-financial information in the Trustee's Annual Report to identify material inconsistencies with the audited accounts and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

#### **Opinion on accounts.**

In our opinion the accounts:

- give a true and fair view of the state of the charity's affairs as at 31 March 2016 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.



# THE NATIONAL POLICE FUND

## INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF THE NATIONAL POLICE FUND

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### Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Trustee's Report is inconsistent in any material respect with the accounts; or
- the accounts are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

### Other matter

Your attention is drawn to the fact that the charity has prepared accounts in accordance with "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) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

This has been done in order for the accounts to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.



Stephen Meredith BA FCA DChA (Senior Statutory Auditor)  
for and on behalf of Alliotts

31 October 2016

Chartered Accountants  
Statutory Auditor

Friary Court  
13-21 High Street  
Guildford  
Surrey  
GU1 3DL

Alliotts is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

# THE NATIONAL POLICE FUND

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2016

	Notes	Unrestricted funds general £	Unrestricted funds designated £	Restricted funds £	Total 2016 £	Total 2015 £
<b>Income from:</b>						
Donations and legacies	3	5,902	-	-	5,902	3,025
Investments	4	109,300	-	491	109,791	156,326
<b>Total income</b>		<b>115,202</b>	<b>-</b>	<b>491</b>	<b>115,693</b>	<b>159,351</b>
<b>Expenditure on:</b>						
Charitable activities	5	97,419	-	-	97,419	60,002
		17,783	-	491	18,274	99,349
Net (losses)/gains on investments	9	(62,059)	-	(536)	(62,595)	356,348
<b>Net movement in funds</b>		<b>(44,276)</b>	<b>-</b>	<b>(45)</b>	<b>(44,321)</b>	<b>455,697</b>
Fund balances at 1 April 2015		3,536,346	50,000	14,655	3,601,001	3,145,304
<b>Fund balances at 31 March 2016</b>		<b>3,492,070</b>	<b>50,000</b>	<b>14,610</b>	<b>3,556,680</b>	<b>3,601,001</b>

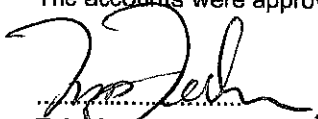
# THE NATIONAL POLICE FUND

## BALANCE SHEET

AS AT 31 MARCH 2016

	Notes	2016		2015	
		£	£	£	£
<b>Fixed assets</b>					
Investments	11		3,482,463		3,545,057
<b>Current assets</b>					
Debtors	13	25,580		53,506	
Cash at bank and in hand		168,556		130,256	
		194,136		183,762	
<b>Creditors: amounts falling due within one year</b>	14	(119,919)		(127,818)	
Net current assets			74,217		55,944
<b>Total assets less current liabilities</b>			3,556,680		3,601,001
<b>Income funds</b>					
Restricted funds	15		14,610		14,655
<u>Unrestricted funds</u>					
Designated funds	16	50,000		50,000	
General unrestricted funds		3,492,070		3,536,346	
			3,542,070		3,586,346
			3,556,680		3,601,001

The accounts were approved by the Trustee on 31<sup>st</sup> Oct 2016



T Jackson

Chairman of The Police Dependents' Trust Limited

# THE NATIONAL POLICE FUND

## STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2016

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	Notes	2016 £	£	2015 £	£
<b>Cash flows from operating activities</b>					
Cash absorbed by operations	19		(71,491)		(143,936)
<b>Investing activities</b>					
Interest received		109,791		156,326	
<b>Net cash generated from investing activities</b>			109,791		156,326
<b>Net cash used in financing activities</b>			-		-
<b>Net increase in cash and cash equivalents</b>			38,300		12,390
Cash and cash equivalents at beginning of year			130,256		117,866
<b>Cash and cash equivalents at end of year</b>			<u>168,556</u>		<u>130,256</u>

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# THE NATIONAL POLICE FUND

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 MARCH 2016

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#### 1 Accounting policies

##### Company information

The National Police Fund is constituted under a Royal Charter dated 31 December 1926 and amended separately on 12 August 1954, 10 June 1959, 15 July 1970 and 5 March 2014. The charity is registered under charity number 207608, and has the working name of National Police Fund.

##### 1.1 Accounting convention

These accounts have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102"), "Accounting and Reporting by Charities" the Statement of Recommended Practice for charities applying FRS 102, the Charities Act 2011 and UK Generally Accepted Accounting Practice as it applies from 1 January 2015. The charity is a Public Benefit Entity as defined by FRS 102.

The accounts have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared on the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

These accounts for the year ended 31 March 2016 are the first accounts of The National Police Fund prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 January 2014. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

##### 1.2 Going concern

At the time of approving the accounts, the trustee has a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustee's continue to adopt the going concern basis of accounting in preparing the accounts.

##### 1.3 Charitable funds

Unrestricted Funds are available for use at the discretion of the trustee in furtherance of the general objectives of the charity. Unrestricted funds include a revaluation reserve representing the restatement of investment assets at market value.

Restricted Funds are subject to restrictions on their expenditure by the donor or through the terms of an appeal.

The Mary Holt restricted funds are funds wholly for the relief of widows and orphans of police officers under the rank of inspector at the time of their death or retirement. This restricted Mary Holt fund was established in the 1930s for these cases. Applications for these grants are vetted by the chief constable concerned in the first place before they are forwarded to the fund for consideration. The financial assistance, which can be given, is limited and, under the Charter of Incorporation, regular payments in any particular cases cannot be made from year to year.

##### 1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

# THE NATIONAL POLICE FUND

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2016

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#### 1 Accounting policies

(Continued)

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

#### 1.5 Resources expended

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the Fund to the expenditure and it can be measured reliably. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs relating to the category. The fund is not registered for VAT and accordingly all expenditure is shown gross, inclusive of VAT in the financial statements.

Grants payable are charged in the year when the offer is conveyed to the recipient except in cases when the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

#### 1.6 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

#### 1.7 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

#### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

# THE NATIONAL POLICE FUND

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2016

### 1 Accounting policies

(Continued)

#### **Basic financial liabilities**

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

#### **Derecognition of financial liabilities**

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

### 1.8 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

### 2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustee is required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

### 3 Donations and legacies

	2016	2015
	£	£
Donations and gifts	-	25
Legacies receivable	5,902	3,000
	<u>5,902</u>	<u>3,025</u>

# THE NATIONAL POLICE FUND

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2016

### 4 Investments

	Unrestricted funds general £	Restricted funds £	Total 2016 £	Total 2015 £
Income from listed investments	109,212	-	109,212	123,385
Income from unlisted investments	-	488	488	618
Other investment income	-	-	-	32,245
Interest receivable	88	3	91	78
	<u>109,300</u>	<u>491</u>	<u>109,791</u>	<u>156,326</u>
<b>For the year ended 31 March 2015</b>	<u>155,704</u>	<u>622</u>		<u>156,326</u>

### 5 Charitable activities

	Education grants £	Forces grants £	Total 2016 £	Total 2015 £
Support costs	11,904	-	11,904	10,002
Grant funding of activities (see note 6)	32,000	53,515	85,515	50,000
	<u>43,904</u>	<u>53,515</u>	<u>97,419</u>	<u>60,002</u>

Support costs includes payments to the auditors of £2,100 (2015: 2,015) for audit fees.

### 6 Grants payable

	Education grants £	Forces grants £	Total £	2015 £
Grants to institutions (31 grants):				
Other	-	53,515	53,515	15,000
Grants to individuals (24 grants)	32,000	-	32,000	35,000
	<u>32,000</u>	<u>53,515</u>	<u>85,515</u>	<u>50,000</u>

### 7 Trustee

The trustee received no remuneration (2015: £Nil) and was reimbursed £Nil (2015: £Nil) for travelling and accommodation expenses in the period.



# THE NATIONAL POLICE FUND

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2016

### 8 Employees

There were no employees during the year.

Staff costs represent an administration re-charge of payroll costs by The Police Dependants' Trust Limited for services provided to the Fund. There were no employees during this year or the previous year.

### 9 Net gains/(losses) on investments

	Unrestricted funds general £	Restricted funds £	Total 2016 £	Total 2015 £
Revaluation of investments	(62,059)	(536)	(62,595)	356,348
<b>For the year ended 31 March 2015</b>	<u>355,292</u>	<u>1,056</u>		<u>356,348</u>

### 10 Taxation

The fund is a registered charity and is not liable to taxation on its charitable activities.

### 11 Fixed asset investments

	2016 £	2015 £
Listed investments	3,469,983	3,532,041
Unlisted investments	12,480	13,016
	<u>3,482,463</u>	<u>3,545,057</u>
Listed investments included above:	2016 £	2015 £
Listed investments carrying amount	<u>3,469,983</u>	<u>3,532,041</u>

#### Fixed asset investments revalued

Fixed asset investments are held at open market value.

The historic cost of the portfolio is £2,870,698 (2015: £2,870,698).

# THE NATIONAL POLICE FUND

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2016

<b>11</b>	<b>Fixed asset investments</b>	<b>(Continued)</b>	
	<b>Movements in fixed asset investments</b>		<b>Shares</b>
			<b>£</b>
	<b>Cost or valuation</b>		
	At 1 April 2015		3,545,057
	Valuation changes		(62,594)
	At 31 March 2016		<u>3,482,463</u>
	<b>Carrying amount</b>		
	At 31 March 2016		<u>3,482,463</u>
	At 31 March 2015		<u>3,545,057</u>
<b>12</b>	<b>Financial instruments</b>	<b>2016</b>	<b>2015</b>
		<b>£</b>	<b>£</b>
	<b>Carrying amount of financial assets</b>		
	Equity instruments measured at cost less impairment	<u>3,482,463</u>	<u>3,545,057</u>
	<b>Carrying amount of financial liabilities</b>		
	Measured at amortised cost	<u>115,819</u>	<u>123,818</u>
<b>13</b>	<b>Debtors</b>	<b>2016</b>	<b>2015</b>
	<b>Amounts falling due within one year:</b>	<b>£</b>	<b>£</b>
	Prepayments and accrued income	<u>25,580</u>	<u>53,506</u>
<b>14</b>	<b>Creditors: amounts falling due within one year</b>	<b>2016</b>	<b>2015</b>
		<b>£</b>	<b>£</b>
	Other creditors	115,819	123,818
	Accruals and deferred income	4,100	4,000
		<u>119,919</u>	<u>127,818</u>

# THE NATIONAL POLICE FUND

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2016

#### 15 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds				Balance at 31 March 2016 £
	Balance at 1 April 2015 £	Incoming resources £	Resources expended £	Gains and losses £	
Mary Holt Fund	14,655	491	-	(536)	14,610
	<u>14,655</u>	<u>491</u>	<u>-</u>	<u>(536)</u>	<u>14,610</u>

#### 16 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Movement in funds			Balance at 31 March 2016 £
	Balance at 1 April 2015 £	Transferred from general funds £	Incoming resources £	
Welfare contingency fund	50,000	-	-	50,000
	<u>50,000</u>	<u>-</u>	<u>-</u>	<u>50,000</u>

£50,000 has been designated by the Trustee as a welfare contingency fund so that grant aid can be given without going through the normal authorisation process in the event of an emergency.

#### 17 Analysis of net assets between funds

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total £
Fund balances at 31 March 2016 are represented by:				
Investments	3,469,983	-	12,480	3,482,463
Current assets/(liabilities)	22,087	50,000	2,130	74,217
	<u>3,492,070</u>	<u>50,000</u>	<u>14,610</u>	<u>3,556,680</u>

# THE NATIONAL POLICE FUND

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2016

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#### 18 Related party transactions

The charity has a very close relationship with The Police Dependants' Trust Limited (Registered Company Number: 08426630). From 5 March 2014 The Police Dependants' Trust Limited has been the sole Trustee of the charity.

During the period the charity was charged £6,000 (2015: £6,000) for staff costs as an administration recharge of payroll costs from The Police Dependants' Trust Limited for services provided to the fund. In the period the charity also paid £1 (2015: £1) for rent.

At the period end the charity owed £113,819 (2015: £107,818) to The Police Dependants' Trust Limited. The charity also received a donation in kind, from The Police Dependants' Trust Limited, for the rent of premises and use of equipment, the value of which could not be quantified and therefore has not been included in these financial statements.

<b>19 Cash generated from operations</b>	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
(Deficit)/surplus for the year	(44,321)	455,697
Adjustments for:		
Investment income recognised in profit or loss	(109,791)	(156,326)
Fair value gains and losses on investments	62,595	(356,348)
Movements in working capital:		
Decrease/(increase) in debtors	27,925	(33,596)
(Decrease) in creditors	(7,899)	(53,363)
<b>Cash absorbed by operations</b>	<u>(71,491)</u>	<u>(143,936)</u>