

Notes on the 2015/6 Accounts

Some members have asked for explanations of variations more than 10% compared to last year's Accounts, and below we have tried to accommodate that desire.

This year income is down 23%, and when looking at the attached 5 year summary, an appendix to the accounts themselves, that trend has been followed for the past few years. In 2012, the Ascot meetings took place and the publicity before them attracted more members and subscriptions. Major events have an unpredictable impact on membership and income, but the long term trend is undoubtedly down, with people passing away a major factor. The members database is the subject of a planned improvement in access to and management of the members still current, plus while transferring to the new one, a clean up of the information is going to be undertaken - we know that the current database contains out of date information and records. We, however, do need to recruit more members to offset the downward trend.

The other factor which moves costs around is postage coupled to the printing associated with the need to communicate, be it the AGM, the Trust's relationship with British Airways, or national issues in the pension industry, stimulated by the Government's attitude to it.

This year the AGM costs have been moved to Activity Expenses, because this is an annual one off event, as compared to the less predictable factors above.

Computer services are 85% up this year, costs incurred largely by Asendia, who handle our subscription and recruitment activity, which is a mixture of cheques, Paypal, bank transfers and some cash, the checking of inbound subscription forms and membership details.

Travelling and subsistence are up 124%, on a low base, and these are largely travel costs, with the Treasurer living In Chipping Norton the largest contributor.

Secretarial services are up 34%, and activity associated with the introduction of an ability to send emails to members rather than relying on the post, a major factor.

AGM costs are up 275%, but that reflects the decision to move the printing and postage costs of sending out the paperwork required. Hitherto only the cost of the Concorde Centre hall plus the hire of the electrical equipment was covered.

Looking into the future, we want to be more specific by breaking down the costs to individual activities, which will allow us better to evaluate spend retrospectively. For example, computer services covers a multitude of things. The spread sheet used to track and record the accounts will be developed further to achieve that ambition.

Chris Knowles,
Treasurer

ASSOCIATION OF BRITISH AIRWAYS PENSIONERS

FIVE YEAR SUMMARY TO 30 JUNE 2016

	2016	2015	2014	2013	2012
INCOME					
Donations/subscriptions	61,641	80,555	73,343	82,892	106,775
Interest received (gross)	1,742	1,418	1,184	4,103	1,907
	<u>63,383</u>	<u>81,973</u>	<u>74,527</u>	<u>86,995</u>	<u>108,682</u>
ADMINISTRATION EXPENDITURE					
Postage and stationery	1,616	10,086	13,377	7,687	20,670
Printing	3,076	3,634	3,462	4,023	
Computer services and domain fees (includes Printing in 2012)	13,468	7,261	9,944	8,045	24,368
Travelling and subsistence	1,338	597	191	222	1,661
Telephone, fax and broadband	-	57	77	312	139
Accountancy fees	1,260	1,260	1,260	1,194	1,194
Secretarial services	14,220	10,620	3,355	9,000	16,560
Bank charges	-	-	12	-	-
Advertising	-	-	-	-	793
Gifts	-	-	-	-	127
	<u>34,978</u>	<u>33,515</u>	<u>31,678</u>	<u>30,483</u>	<u>65,512</u>
ACTIVITY EXPENSES					
Legal fees	2,400	2,400	600	9,028	18,907
AGM costs	5,044	1,345	1,154	1,102	904
OPA	300	400	400	400	400
	<u>7,744</u>	<u>4,145</u>	<u>2,154</u>	<u>10,530</u>	<u>20,211</u>
SURPLUS FOR THE YEAR BEFORE TAXATION					
	20,661	44,313	40,695	45,982	22,959
Taxation	348	284	237	821	520
SURPLUS FOR THE YEAR AFTER TAXATION					
	<u>20,313</u>	<u>44,029</u>	<u>40,458</u>	<u>45,161</u>	<u>22,439</u>

ASSOCIATION OF BRITISH AIRWAYS PENSIONERS

ACCOUNTS FOR THE YEAR TO 30 JUNE 2016

Accountants' Report

In accordance with the engagement letter dated 27 July 2011, we have compiled the accounts of Association of British Airways Pensioners for the year ended 30 June 2016, set out on pages 2 to 4 from the accounting records and information and explanations you have given us.

The accounts have been compiled on the accounting basis set out on in note 1 to the accounts. The accounts are not intended to achieve full compliance with the provisions of UK Generally Accepted Accounting Policies.

This report is made to you, in accordance with the terms of the engagement. Our work has been undertaken so that we might compile the accounts that we have been engaged to compile, report to you that we have done so, and state those matters we have agreed to state to you in this report and for no other purposes. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the committee, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute.

As described on page 2, you have approved the accounts for the year ended 30 June 2016 set out on page 2 to 4 and have acknowledged your responsibility for them, for the appropriateness of the accounting basis and for providing all information and explanations necessary for their compilation.

Market Chambers
3-4 Market Place
Wokingham
Berkshire
RG40 1AL

Rice Associates Limited
Chartered Accountants
1 September 2016

ASSOCIATION OF BRITISH AIRWAYS PENSIONERS

BALANCE SHEET AT 30 JUNE 2016

	Note	2016 £	£	2015 £	£
CURRENT ASSETS:					
Bank	(2)	383,235		360,672	
LESS CURRENT LIABILITIES:					
Creditors	(3)	<u>(3,794)</u>		<u>(1,544)</u>	
NET CURRENT ASSETS:					
		<u>379,441</u>		<u>359,128</u>	
REPRESENTED BY: ACCUMULATED FUND					
Balance brought forward		359,128		315,099	
Surplus for year		<u>20,313</u>		<u>44,029</u>	
		<u>379,441</u>		<u>359,128</u>	

Committee's Report

The Accounts set out on pages 2 to 4 were approved by the Committee

They were prepared from the books and records of the Association. To the best of our knowledge and belief the books are complete in all respects.

M Post
Chairman

PO Box 289
Chipping Norton
Oxon
OX7 9EP

C Knowles
Hon Treasurer
1 September 2016

ASSOCIATION OF BRITISH AIRWAYS PENSIONERS

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR TO 30 JUNE 2016

	Note	2016 £	£	2015 £	£
INCOME:					
Donations/subscriptions		61,641		80,555	
Interest received (gross)		<u>1,742</u>		<u>1,418</u>	
Total Income			63,383		81,973
ADMINISTRATION EXPENDITURE:					
Postage and stationery		1,616		10,086	
Printing		3,076		3,634	
Computer services and domain fees		13,468		7,261	
Travelling and subsistence		1,338		597	
Telephone, fax and broadband		-		57	
Accountancy fees		1,260		1,260	
Secretarial services		14,220		10,620	
		<u>34,978</u>		<u>33,515</u>	
ACTIVITY EXPENSES:					
Legal fees		2,400		2,400	
AGM costs		5,044		1,345	
OPA		300		400	
		<u>7,744</u>	(42,722)	<u>4,145</u>	(37,660)
SURPLUS FOR THE YEAR BEFORE TAXATION			20,661		
Taxation	(4)		(348)		(284)
SURPLUS FOR YEAR AFTER TAXATION			20,313		

ASSOCIATION OF BRITISH AIRWAYS PENSIONERS

NOTES TO THE ACCOUNTS FOR THE YEAR TO 30 JUNE 2016

1) Accounting Policies

- a) Accounting Basis The accounts have been prepared under the historical cost convention and in accordance with generally accepted accounting practices.
- b) Income and Expenditure Income is accounted for as it is received. Expenditure is accounted for in the year to which it relates.

2) Cash Reserves

The Committee has a policy of retaining significant cash reserves to meet legal and actuarial fees.

3) Creditors – Amounts falling due within one year

	2016	2015
	£	£
Trade creditors (June invoices paid July)	2,186	-
Accruals	1,260	1,260
Social securities and taxes	348	284
	<u>3,794</u>	<u>1,544</u>

4) Taxation

The club is a mutual body and so is not liable to corporation tax on any surplus made from transactions with its members. It is, however, liable to pay tax on any interest received.

	2015	2014
	£	£
Current year charge	348	284
	<u>348</u>	<u>284</u>