

**PLAID CYMRU**  
**Report and Audited**  
**Consolidated Financial Statements**  
**For the year ended 31 December 2016**

# **PLAID CYMRU**

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## **PLAID CYMRU**

### **Overview of Party & Political Activities for the year ended 31 December 2016**

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The following paragraphs outline relevant administrative information and Party & Political activities undertaken in the year.

#### **Party Headquarters**

Plaid Cymru – The Party of Wales  
Ty Gwynfor  
Marine Chambers  
Anson Court  
Atlantic Wharf  
Cardiff  
CF10 4AL

#### **Aims**

As the National Party of Wales, Plaid Cymru's aims are:

- To secure independence for Wales in Europe.
- To ensure economic prosperity, social justice and the health of the natural environment, based on decentralist socialism.
- To build a national community based on equal citizenship, respect for different traditions and cultures and the equal worth of all individuals, whatever their race, nationality, gender, colour, creed, sexuality, age, ability or social background. These are the Party's core values.
- To create a bilingual society by promoting the revival of the Welsh language.
- To promote Wales's contribution to the global community and to attain membership of the United Nations.

#### **Organisation**

##### **Membership**

Procedures governing applications to become a member of Plaid Cymru – The Party of Wales are described in the Party's Standing Orders. Plaid Cymru's membership is £24 a year, £9 for those who are unwaged. 50% of this income is returned to constituencies.

##### **Conference**

Conference is the highest authority of the Party and since February 2012 it has been decided that it will be open to all members. Conference is responsible for determining the Party's policy and for the election of National Officers.

##### **Constituencies**

The constituency is Plaid Cymru's primary level of organisation and are responsible for the party's activity within each of the National Assembly Constituencies in Wales. Constituencies receive a 50% quarterly repayment of subscriptions paid by each of their members.

##### **Branches**

A branch is a structure of the Party's organisation responsible for the Party's activity within a defined area of operation below constituency level. The primary purpose of a branch is to deliver, in the local context, the Party's political strategy.

##### **National Sections**

Members of the Party wishing to cater for specific interests may form sections, which may apply to the National Council for recognition as official National Sections of the Party. As at 31 December 2016, there are 4 official National Sections as follows:

- Plaid Cymru Youth
- Women's Section
- Trade Union Section ("Undeb")
- Councillors' Association

## **PLAID CYMRU**

### **Overview of Party & Political Activities for the year ended 31 December 2016**

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#### **Accounting Units**

Plaid Cymru has 43 accounting units separate from its central organisation in order to enable each constituent organisation to be responsible for its own financial affairs. The number of accounting units was reduced in 2010 when the sections and regions were absorbed into the national accounting unit (The Central Party).

#### **National Council**

National Council is the governing body of the Party between conferences and meets at least three times a year. In addition to hearing reports from National Officers, the National Council also has the power to make policy. The membership of the National Council is comprised of representatives from Constituency Committees, Sections, National Executive Committee, Elected Representatives, National Officers and County Council leaders.

#### **National Executive Committee**

Plaid Cymru's National Executive Committee ("NEC") is responsible for agreeing the strategic and political direction of the Party; ensuring that decisions of Conference and National Council are implemented; managing the Party's organisation and finances; scrutinising the work of all individuals and teams charged with the implementation of the strategy; organising and directing national campaigns; the employment and direction of staff and the ownership and management of the Party's national assets. Members of NEC are elected by Annual National Conference for two year terms.

#### **Leaders Team**

The Leaders Team is responsible for overseeing the day-to-day political tactics of the Party and the executive implementation of the Party's strategy. Members include Plaid Cymru's Leader, Chair, Parliamentary Group Leader, European Group Leader and Chief Executive. The Leaders Team may co-opt further members subject to ratification by the NEC.

#### **Elected Representatives**

Plaid Cymru fields candidates in elections to Welsh local authorities, the National Assembly of Wales, the House of Commons and the European Parliament.

As of December 2016, Plaid Cymru representation at each is as follows-

- 10 Members of the National Assembly of Wales
- 3 Members of Parliament
- 1 Member of the European Parliament
- 175 Local Authority Councillors

#### **Plaid Cymru staff**

Plaid Cymru is served by 4 full-time staff and 3 part-time staff based at its Headquarters in Cardiff. The Party's Chief Executive is appointed by and accountable to the National Executive Committee.

The Party's key financial officers and full-time staff as of December 2016 are:

#### **Officers**

- Chair – Alun Ffred Jones
- Treasurer – Profesor Nigel Copner
- Director of Fundraising – Sioned Williams
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#### **Staff**

- Chief Executive – Gareth Clubb
- Finance Officer – Illyd ap Dafydd
- Policy Co-ordinator – Emily Cole
- Administrative Manager - Gwennol Haf (Maternity Leave) Esylt Meurig
- Data and Membership Officer - Shaughan Feakes
- Data and Membership Officer - Emyr Williams
- Deputy CEO and Head of Campaigns - Geraint Day
- Senior Communications Officer – Math Wiliam

## **PLAID CYMRU**

### **Report of the Party Officers For the year ended 31 December 2016**

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#### **CHIEF EXECUTIVE'S REVIEW**

The activity of the party in 2016 centred around the Welsh General Election in May 2016.

May's election brought challenges and opportunities. The sole constituency to change hands was Rhondda, won by the Party Leader, Leanne Wood, with a swing of 22.2% from Labour. Elsewhere, we came within 1,000 votes of unseating Labour in Blaenau Gwent, the Conservatives in Aberconwy and Labour in Llanelli. These results stand us in very good stead for the 2021 election where we aim to become the biggest party in Senedd Cymru.

Nationally, our constituency vote increased by 1.2% and the vote on the regional list by 2.9%. We became the official opposition through beating the Conservatives into third place.

The period after the election was one of brief reflection, and also of transition, with Rhuanedd Richards handing over the baton after a sterling five years steering the party.

A well-attended, successful Annual Conference in Llangollen provided a platform to share and discuss the Party's ideas, with one eye on the 2017 local elections.

Activity in the final months of the year included developing a strategy for Tŷ Gwynfor, and preparatory work for the 2017 local government elections. Party membership at the end of 2016 was at its highest level since the 2012 leadership election and the financial situation was relatively healthy.

Once again in 2016, the small team of staff in Tŷ Gwynfor continued to achieve far and beyond what anybody could reasonably expect of them and I am grateful to each and every one of them for their hard work. I'm also grateful to our national officers, our activists, elected representatives and to our members for all the support they have given the staff throughout the year.

Finally, it would be remiss not to mention the additional challenge of a snap general election in June 2017. It is thanks to the firm financial discipline of the Party in previous years that we were able to put up such a robust campaign in the face of a strong challenge in Wales from the unionist parties. The Party's thanks are due to my predecessor Rhuanedd, and to the Treasurers Glyn, Dafydd and Nigel, for ensuring that our finances were healthy enough to be able to commit significant resources to this election.

  
Chief Executive

Date: 30 June 2017

## **PLAID CYMRU**

### **Treasurer's Report for the year ended 31 December 2016**

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I should like to thank Dafydd Trystan for the vital role he played in taking over the role of Treasurer upon the sad passing of Glyn Erasmus. His diligence, following on from Glyn's steady hand, has ensured that I have been able to take over the reins of a party in good financial health. The Treasurers have been supported in our work by the excellent Finance and Resources Committee. I should like to thank the Committee for their work and for their support to me as I have taken on the role of Treasurer since being elected at the December National Council.

I should also like to formally note our thanks to Rhuanedd Richards. Rhuanedd served with distinction as the Party's Chief Executive Officer since 2011.

It will come as little surprise to those who know Dafydd that the Party's finances at the end of December 2016 were in a robust position. Income has increased and expenditure is tightly controlled. As we move to the next five year period of the Party's development I am convinced that we need to further enhance our work in supporting party activities across the country - where possible with matched funding and similar schemes.

The future is not without its challenges. Our expenditure in the 2017 UK election has inevitably reduced our reserves, and we will need to explore new avenues for raising revenue, alongside taking a fresh look at our outgoings. However, the very fact that we were able to put up such a strong campaign across Wales in this election is testament to the effectiveness of measures put in place by my predecessors. We truly stand on the shoulders of giants.

  
Professor Nigel Copner  
National Treasurer

Date: 30 June 2017

## **PLAID CYMRU**

### **Statement of Treasurer's Responsibilities for the year ended 31 December 2016**

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The Treasurer of the Party is required by the Political Parties, Elections and Referendums Act 2000 to prepare the financial statements for each financial year which give a true and fair view of the state of affairs of the party and of its surplus or deficit for that period. In preparing those financial statements, the treasurer is required to:

- select suitable accounting policies and apply them consistently;
- 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 financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the party will continue in business.

Section 41 of the Act requires that the Treasurer is responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the party and to enable them to ensure that the financial statements comply with the Act. The Treasurer is also responsible for safeguarding the assets of the party and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Section 43 of the Act requires that the treasurer is responsible for delivery of the statement of accounts to The Electoral Commission by the required deadline.

The Treasurer has taken all steps he ought to have taken to make them aware of any information required by the auditor for the purpose of their audit and to establish that the auditor is aware of that information. The Treasurer is not aware of any relevant information of which the auditor is unaware.



## **To the Treasurer of Plaid Cymru**

We have audited the financial statements of Plaid Cymru for the year ended 31 December 2016 which comprise the Consolidated Income and Expenditure account, the Central Party Income and Expenditure Account, the Consolidated Balance Sheet, the Central Party Balance Sheet, the Consolidated Cash Flow Statement and related notes. These financial statements have been prepared under the accounting policies set out on pages 13 to 15.

This report is made solely to the registered Treasurer of Plaid Cymru in accordance with the Party's rules and section 43 of the Political Parties, Elections and Referendums Act 2000. Our audit work has been undertaken so that we might state to the Treasurer those matters we are required to state to him 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 Treasurer for our audit work, for this report, or for the opinions we have formed.

## **Respective responsibilities of registered treasurer and auditor**

The responsibilities of the registered Treasurer for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Treasurer's Responsibilities (and these are set out on page 5).

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK & Ireland). These Standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

## **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the Party's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by Party Officers and the Treasurer; and the overall presentation of the financial statements.

In addition, we read all other financial and non-financial information contained in the Report of the Party Officers to identify material inconsistencies with the audited financial statements 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 the financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of Plaid Cymru's Consolidated and Central Party's affairs as at 31 December 2016 and of Plaid Cymru's Consolidated and Central Party's deficit 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 Political Parties, Elections and Referendums Act 2000 and other direction issued by The Electoral Commission thereunder.

## **Opinion on other matters**

In our opinion the information given in the Overview of Party & Political Activities for the financial year for which the financial statements are prepared is consistent with the financial statements.



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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 which we are required to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of information specified by law are not made; or
- we have not received all of the information and explanations we require for our audit.



Carol Warburton (Senior Statutory Auditor)  
For and on behalf of Baldwins Audit Services Limited  
Chartered Accountants and Registered Auditor



Date: 30 June 2017

**PLAID CYMRU****Consolidated Income and Expenditure Account  
for the year ended 31 December 2016**

	Note	2016 £	2015 £
<b>INCOME</b>	1		
Donation income	2	108,183	156,346
Membership and subscription fees		192,548	185,282
Income from fundraising activities	3	23,746	60,111
Income from commercial activities	4	8,565	21,329
Income from legacies	1	122,085	6,893
Investment income	5	7,115	14,700
Grant income	6	132,553	137,285
Income from conferences		70,100	80,016
Other income	8	104,197	100,605
<b>Total Income</b>		<b>769,092</b>	<b>762,567</b>
<b>EXPENDITURE</b>			
Costs of fundraising activities	9	10,908	25,415
Costs of commercial activities		15,857	31,099
Staff costs	10	296,440	294,397
Depreciation		10,746	7,113
Campaign expenditure	11	265,999	186,291
Interest and charges payable	13	11,897	18,427
Conference expenditure		56,253	57,089
Other expenditure	12	193,439	155,907
<b>Total Expenditure</b>		<b>861,539</b>	<b>775,738</b>
<b>Deficit before taxation</b>		<b>(92,447)</b>	<b>(13,171)</b>
<b>Taxation</b>	14	<b>1,589</b>	<b>(1,589)</b>
<b>Net deficit for the year</b>	19	<b>(90,858)</b>	<b>(14,760)</b>

*The income and expenditure account has been prepared on the basis that all operations are continuing operations.*

The notes on pages 13 to 22 form part of these financial statements.

**PLAID CYMRU****Central Party Income and Expenditure Account  
for the year ended 31 December 2016**

	Note	2016 £	2015 £
<b>INCOME</b>	1		
Donation income	2	101,318	138,543
Membership and subscription fees		189,079	183,012
Income from fundraising activities	3	23,038	55,385
Income from commercial activities	4	8,565	21,329
Income from legacies		122,085	6,893
Investment income	5	7,115	14,700
Grant income	6	132,553	137,285
Income from conferences		70,100	80,016
Other income	8	85,470	100,605
<b>Total Income</b>		<b>739,323</b>	<b>737,768</b>
<b>EXPENDITURE</b>			
Costs of fundraising activities	9	10,908	25,415
Costs of commercial activities		15,857	31,099
Staff costs	10	296,440	294,397
Depreciation		10,746	7,113
Campaign expenditure	11	230,090	178,875
Interest and charges payable	13	11,867	18,292
Conference expenditure		56,253	52,440
Other expenditure	12	187,095	154,458
<b>Total Expenditure</b>		<b>819,256</b>	<b>762,089</b>
<b>Deficit before taxation</b>		<b>(79,933)</b>	<b>(24,321)</b>
<b>Taxation</b>	14	<b>1,589</b>	<b>(1,589)</b>
<b>Net deficit for the year</b>	19	<b>(78,344)</b>	<b>(25,910)</b>

*The income and expenditure account has been prepared on the basis that all operations are continuing operations.*

The notes on pages 13 to 22 form part of these financial statements.

**PLAID CYMRU****Consolidated Balance Sheet  
as at 31 December 2016**

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	Note	2016 £	2015 £
<b>FIXED ASSETS</b>			
Tangible assets	15	347,519	355,770
<b>CURRENT ASSETS</b>			
Debtors	16	42,902	66,815
Cash at bank and in hand		<u>119,755</u>	<u>174,537</u>
		162,657	241,352
<b>CREDITORS</b>			
Amounts falling due within one year	17	<u>(75,964)</u>	<u>(72,052)</u>
<b>NET CURRENT ASSETS</b>			
		<u>86,693</u>	<u>169,300</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES, BEING NET ASSETS</b>			
		<u>434,212</u>	<u>525,070</u>
<b>RESERVES</b>			
General reserve	19	430,980	521,838
Policy development unit reserve	19	<u>3,232</u>	<u>3,232</u>
<b>RESERVES</b>			
	19	<u>434,212</u>	<u>525,070</u>

The financial statements were approved by the Party Officers on 30 June 2017 and signed on their behalf by:



Prof. Nigel Copner  
Treasurer

The notes on pages 13 to 22 form part of these financial statements.

**PLAID CYMRU****Central Party Balance Sheet  
as at 31 December 2016**

	Note	2016 £	2015 £
<b>FIXED ASSETS</b>	15		
Tangible assets		<b>347,519</b>	355,770
<b>CURRENT ASSETS</b>			
Debtors	16	<b>42,902</b>	66,815
Cash at bank and in hand		<b>111,181</b>	152,249
		<b>154,083</b>	219,064
<b>CREDITORS</b>			
Amounts falling due within one year	17	<b>(75,964)</b>	(70,852)
<b>NET CURRENT ASSETS</b>		<b>78,119</b>	148,212
<b>TOTAL ASSETS LESS CURRENT LIABILITIES, BEING NET ASSETS</b>		<b>425,638</b>	503,982
<b>RESERVES</b>			
General reserve	19	<b>422,406</b>	500,750
Policy development unit reserve	19	<b>3,232</b>	3,232
<b>RESERVES</b>	19	<b>425,638</b>	503,982

The financial statements were approved by the Party Officers on 30 June 2017 and signed on their behalf by:



Prof. Nigel Copner  
Treasurer

The notes on pages 13 to 22 form part of these financial statements.

**PLAID CYMRU****Consolidated Statement of Cash Flows  
31 December 2016**

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	Note	2016 £	2015 £
<b>Cashflow from operating activities</b>	20	<b>(52,288)</b>	14,377
Income taxes paid		-	-
		<hr/>	<hr/>
Net cashflow from operating activities		<b>(52,288)</b>	14,377
<b>Cashflow from investing activities</b>			
Purchase of tangible fixed assets		<b>(2,494)</b>	(19,137)
		<hr/>	<hr/>
Net decrease in cash and cash equivalents		<b>(54,782)</b>	(4,760)
<b>Cash and cash equivalents at the beginning of the year</b>		<b>174,537</b>	179,297
		<hr/>	<hr/>
<b>Cash and cash equivalents at the end of the year</b>		<b>119,755</b>	<b>174,537</b>
		<hr/> <hr/>	<hr/> <hr/>

The notes on pages 13 to 22 form part of these financial statements.

**I. ACCOUNTING POLICIES**

**Basis of preparation**

Plaid Cymru is not incorporated in law and thus not bound by the Companies Act 2006. The party is required to prepare financial statements in accordance with the Political Parties, Elections and Referendum Act 2000 ("PPERA"). The address of the Party Headquarters is Ty Gwynfor, Marine Chambers, Anson Court, Atlantic Wharf, Cardiff CF10 4AL.

The financial statements have been prepared in accordance with applicable accounting standards including Financial Reporting Standard 102 The Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS102). The financial statements are in accordance with the guidance issued by the Electoral Commission.

The financial statements are presented in sterling which is the functional currency of the Party rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated. The Party has adopted FRS 102 in the current year and on transition to FRS 102 there were no accounting adjustments to the prior year figures.

**Going concern**

In common with other political parties, Plaid Cymru relies on membership and fundraising income to meet a large proportion of its expenditure, including most of its non-recurring expenditure. The Party also receives donations from supporters of the Party. The nature of such income is that there is some unpredictability associated with it.

The Treasurer has reviewed the expenditure budgets and cash flow projections for the Party for the period to August 2018 and is satisfied that sufficient membership, fundraising income and funds from other sources will be available for the Party to meet its financial obligations and to achieve its organisational and political objectives. On this basis the Treasurer considers that it is appropriate to prepare the accounts on a going concern basis.

**Basis of consolidation**

In February 2010, Plaid Cymru reduced the number of accounting units in Wales through a process of merger and consolidation. Most of the units merged together with the local accounting units, and are still accountable to the Electoral Commission on an individual basis. These accounting units are not consolidated into these accounts. The merger process left 5 regional committees and 4 sections of the Party to be taken under the control of Plaid Cymru, the Central Political Party. The regions and sections included in these consolidated accounts are:

- Councillors Association
- Plaid Cymru Youth (formerly Cymru X)
- Womens Section
- Undeb Section
- South Wales Central Committee
- Mid and West Wales Committee
- South Wales East Committee
- South Wales West Committee
- North Wales Committee

The Central Party holds no investment in these committees and sections.

The accounts for the regions and sections consolidated are produced mainly on a cash accounting basis rather than an accruals basis. It is not considered that a restatement of these results to an accruals basis would have a material impact on the results for the year.

**I. ACCOUNTING POLICIES (continued)**

**Income recognition**

Income is measured at the fair value of the consideration received or receivable net of VAT and trade discounts.

Income is recognised when all of the following conditions have been met:

- The Party is entitled to the asset;
- There is reasonable certainty that the asset will be received; and
- The value of the asset can be measured with reasonable certainty.

Applying these criteria to specific types of income results in the following treatment:

- Donations of monetary assets, and liquid investments, and fundraising income are recognised at market value in the income and expenditure account on receipt. Donations of notional income are recognised on receipt at the relevant market value of the item or service received with an expense of the same amount being recognised contemporaneously;
- When donations are received that have conditions in respect of the nature of expenditure to be applied, income is recognised when the conditions attached to that donation are fully met;
- Grants are recognised in the income and expenditure account when the conditions for receipt have been met;
- Membership and subscription fees that are not in arrears are recognised in the income and expenditure account in the period to which they relate;
- Legacies from benefactors who died prior to the year end are recognised when the personal representatives of the deceased have notified the Party of the legacy, they have obtained grant of representation and there are no significant matters outstanding concerning the precise division of the estate; and
- Interest receivable and rental income are recognised in the income and expenditure account on an accruals basis.
- Conference and commercial income is recognised in the income and expenditure account on an accruals basis.

**Investment properties**

Fixed asset investments are stated at fair value as assessed either by professional valuers every five years or by the Party's officers at the year end.

**Tangible fixed assets**

Tangible fixed assets other than land and buildings are included in the accounts at historic cost. Land and buildings are held at deemed cost at the date of transition to FRS102. Depreciation is provided on all tangible fixed assets other than freehold land and investment properties at the following annual rates in order to write off each asset over its estimated useful life:

Long leasehold property	- 2% straight line per annum
Fixtures and equipment	- 25% straight line per annum
Improvements to property	- 10% straight line per annum

The need for any fixed asset impairment write down is assessed by comparison of the carrying value of the asset against the higher of its realisable value or value in use.

**Leased assets**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss on a straight line basis.

## PLAID CYMRU

### Notes to the Financial Statements for the year ended 31 December 2016

#### 1. ACCOUNTING POLICIES (continued)

##### Pension costs

Contributions to the Party's defined contribution pension scheme are charged to the profit and loss account in the year in which they become payable.

##### Taxation

The Party is treated as an unincorporated association for tax purposes and is therefore liable to corporation tax on its investment income. It also bears tax on any investment transactions that give rise to capital gains. Current tax represents the amount of tax payable or receivable in respect of the taxable profit (or loss) for the current or past reporting periods. It is measured at the amount expected to be paid or recovered using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date. No deferred tax is recognised as any investment income is taxed on the same basis as it is recognised in the income and expenditure account.

##### Value Added Tax

The party is registered for Value Added Tax (VAT) purposes but it is only liable on chargeable transactions. A partial exemption formula has been agreed with HM Revenue & Customs and VAT has been recovered. The value of VAT that is unrecoverable is included within the relevant expenditure categories in the Income and Expenditure account.

##### Financial Instruments

Basic financial instruments consist of cash and cash equivalents and basic debt instruments. Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the income and expenditure account.

##### Judgements and key sources of estimation uncertainty

The Treasurer has considered if there are any key sources of estimation uncertainty or significant judgements that have been made in the process of applying the above accounting policies to prepare these financial statements. The Treasurer considers that there are not any key judgements or sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the financial statements.

#### 2. DONATION INCOME

##### Consolidated & Central

Under the Political Parties, Elections and Referendums Act 2000, single or aggregated donations for an individual greater than £7,500 in any calendar year are reportable to the Electoral Commission. £111,085 were reported to the Electoral Commission during the year (2015: £ Nil).

#### 3. INCOME FROM FUNDRAISING ACTIVITIES

	Consolidated		Central	
	2016	2015	2016	2015
	£	£	£	£
Local elections and campaigns	110	32,244	110	32,244
500 club	12,338	12,703	12,338	12,703
Presidents club	3,603	674	3,603	674
Other fundraising activities	7,695	14,490	6,987	9,764
	<u>23,746</u>	<u>60,111</u>	<u>23,038</u>	<u>55,385</u>

## PLAID CYMRU

### Notes to the Financial Statements for the year ended 31 December 2016

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#### 4. INCOME FROM COMMERCIAL ACTIVITIES

	Consolidated & Central	
	2016	2015
	£	£
Merchandise and events	8,525	14,444
Summer school income	40	6,885
	<u>8,565</u>	<u>21,329</u>

#### 5. INVESTMENT INCOME

	Consolidated & Central	
	2016	2015
	£	£
Rental income (external tenants)	<u>7,115</u>	<u>14,700</u>

#### 6. GRANT INCOME

	Consolidated & Central	
	2016	2015
	£	£
Policy development unit grants	<u>132,553</u>	<u>137,285</u>

#### 7. (DEFICIT)/SURPLUS BEFORE TAX

The (deficit)/Surplus before tax is stated after charging:

	Consolidated & Central	
	2016	2015
	£	£
Auditors' remuneration - audit services	5,500	5,000
Auditors' remuneration - non-audit services	4,122	1,200
Operating lease - equipment	5,435	5,570
Depreciation	<u>10,746</u>	<u>7,113</u>

**PLAID CYMRU**

**Notes to the Financial Statements  
for the year ended 31 December 2016**

**8. OTHER INCOME**

	Consolidated		Central	
	2016	2015	2016	2015
	£	£	£	£
Commissions	146	1,029	146	1,029
External staff salary contributions	22,381	21,379	22,381	21,379
Sundry income	17,401	10,342	12,674	10,342
Constituency, branch and section registrations	64,269	67,855	50,269	67,855
	<u>104,197</u>	<u>100,605</u>	<u>85,470</u>	<u>100,605</u>

**9. COSTS OF FUNDRAISING ACTIVITIES**

	Consolidated & Central	
	2016	2015
	£	£
Appeals and donations	5,954	20,415
500 club prizes	4,954	5,000
	<u>10,908</u>	<u>25,415</u>

**10. STAFF COSTS AND STAFF REMUNERATION**

The average number of staff employed by the central party during the year was 9 (2015: 15)

The average number of staff employed by the regions and committees during the year was 5 (2015: nil)

Staff costs for the above persons comprise:

	Consolidated & Central	
	2016	2015
	£	£
Wages and salaries	251,654	250,781
Social security costs	23,349	21,781
Other pension costs	21,438	21,835
	<u>296,440</u>	<u>294,397</u>

**11. CAMPAIGN EXPENDITURE**

	2016	2015	2016	2015
	£	£	£	£
European and Westminster elections	26,897	69,088	26,897	69,088
Assembly elections	239,102	111,203	203,193	103,787
Research expenditure	-	6,000	-	6,000
	<u>265,999</u>	<u>186,291</u>	<u>230,090</u>	<u>178,875</u>

## PLAID CYMRU

### Notes to the Financial Statements for the year ended 31 December 2016

#### 12. OTHER EXPENDITURE

	2016	2015	2016	2015
	£	£	£	£
Travelling expenses	15,386	12,336	15,386	12,336
Rent, rates and utilities	17,546	21,606	17,546	21,174
Insurances	2,093	1,932	2,093	1,932
Postage, printing and stationery	30,306	15,087	30,228	14,461
Telephone, fax and e-mail	8,112	8,092	8,112	8,092
Computer and website expenses	5,271	-	5,271	-
Training	3,203	3,457	3,203	3,457
Equipment leasing and repair charges	26,917	36,092	26,917	36,092
Office cleaning	3,199	3,555	3,199	3,555
Policy development research and direct costs	52,723	24,139	52,723	24,139
Licences and subscriptions	3,190	2,635	3,190	2,635
Press expenditure	4,439	4,383	4,439	4,383
Sundries	11,402	8,440	5,166	8,440
Accountancy	4,122	1,200	4,122	1,200
Audit	5,500	5,000	5,500	5,000
Professional fees	30	1,024	-	633
Provision against doubtful debts	-	6,929	-	6,929
	<u>193,439</u>	<u>155,907</u>	<u>187,095</u>	<u>154,458</u>

#### 13. INTEREST AND CHARGES PAYABLE

	2016	2015	2016	2015
	£	£	£	£
Bank charges	11,897	18,427	11,867	18,292
Bank interest	-	-	-	-
	<u>11,897</u>	<u>18,427</u>	<u>11,867</u>	<u>18,292</u>

## PLAID CYMRU

### Notes to the Financial Statements for the year ended 31 December 2016

#### 14. TAXATION

	Consolidated & Central	
	2016	2015
	£	£
Corporation tax	<u>(1,589)</u>	<u>1,589</u>

The provision is made in respect of corporate tax arising in the period on Party activities which are subject to such tax.

#### Factors that may affect future tax charges

The fair value of the investment properties is not materially different to historical cost. Consequently, a significant tax liability is not expected to crystallise should the properties be sold and deferred tax has therefore not been provided.

#### 15. TANGIBLE FIXED ASSETS – CONSOLIDATED AND CENTRAL PARTY

	Long leasehold property £	Investment property £	Fixtures and equipment £	Total £
<b>COST OR VALUATION</b>				
At 1 January 2016	234,335	122,997	162,081	519,413
Additions	-	-	2,495	2,495
At 31 December 2016	<u>234,335</u>	<u>122,997</u>	<u>164,576</u>	<u>521,908</u>
<b>DEPRECIATION</b>				
At 1 January 2016	26,498	-	137,145	163,643
Charge for year	4,687	-	6,059	10,746
At 31 December 2016	<u>31,185</u>	<u>-</u>	<u>143,204</u>	<u>174,389</u>
<b>NET BOOK VALUE</b>				
At 31 December 2016	<u>203,150</u>	<u>122,997</u>	<u>21,372</u>	<u>347,519</u>
At 31 December 2015	<u>207,837</u>	<u>122,997</u>	<u>24,936</u>	<u>355,770</u>

The long Leasehold Property known as Units 13 & 14, Admirals Landing, Atlantic Wharf, Cardiff was re-valued on 12 July 2010 by independent valuer Hiron Morgan & Yapp. The Party applied the transitional arrangements of Section 35 of FRS102 and used this valuation as the deemed cost. The long leasehold property is being depreciated from the valuation date. Analysis of the land and buildings valued at the date of transition to FRS102 using deemed cost exemption:

	2016	2015
Historical cost equivalent	269,968	276,171
Revaluation	(66,818)	(68,880)
Net book value	<u>203,150</u>	<u>207,291</u>

**PLAID CYMRU**

**Notes to the Financial Statements  
for the year ended 31 December 2016**

**15. TANGIBLE FIXED ASSETS – CONSOLIDATED AND CENTRAL PARTY:  
CONTINUED**

If the Long Leasehold Property had not been re-valued, it would have been included at a historical cost of £321,304. An impairment of £86,969 was recognised in the financial statements for the year ended 31 December 2010.

The investment property at [REDACTED] was re-valued on 11 April 2011 by John Francis, an independent valuer, resulting in an increase in the valuation of £5,260. The increase was recognised in the financial statements for the year ended 31 December 2011. This property was valued by officers of the Party on 31 December 2016 and fair value at that date is not considered to be materially different to that shown in these financial statements.

The investment property at [REDACTED] was re-valued on 22 November 2013 by Hirons Morgan & Yapp, an independent valuer, resulting in a reduction in the valuation of £8,386. This decrease was charged to the Consolidated Central Party Income and Expenditure accounting the year ended 31 December 2013 as the reduction in the valuation was considered to be permanent. This property was valued by officers of the Party on 31 December 2016 and the fair value at that date is not considered to be materially different to that shown in these financial statements.

**16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	Consolidated & Central	
	2016	2015
	£	£
Trade debtors	16,108	36,084
Amounts owed by accounting units	9,749	14,938
Legacies	10,000	6,458
Other Debtors	6,445	-
Prepayments and VAT recoverable	600	9,335
	<u>42,902</u>	<u>66,815</u>

**17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	Consolidated		Central	
	2016	2015	2016	2015
	£	£	£	£
Trade creditors	19,956	18,844	19,956	17,644
Other creditors	2,239	468	2,239	468
Taxation and social security	5,985	8,739	5,985	8,739
Accruals and deferred income	47,784	44,001	47,784	44,001
	<u>75,964</u>	<u>72,052</u>	<u>75,964</u>	<u>70,852</u>

**PLAID CYMRU**

**Notes to the Financial Statements  
for the year ended 31 December 2016**

**18. LOANS: CONSOLIDATED AND CENTRAL**

During the year, the Party reported no loans to The Electoral Commission under PPERA. The Party has not been required to report any other loans received in this financial year nor in the previous financial year. The threshold for the Party to report such loans is £7,500.

**19. RECONCILIATION OF RESERVES – CONSOLIDATED**

	General reserve	Policy development unit reserve	Total
	£	£	£
At 1 January 2015	536,598	3,232	539,830
Deficit for the year	(14,760)	-	14,760
At 1 January 2016	521,838	3,232	525,070
Deficit for the year	(90,858)	-	(90,858)
At 31 December 2016	430,980	3,232	434,212

**RECONCILIATION OF RESERVES - CENTRAL PARTY**

At 1 January 2015	526,660	3,232	529,892
Surplus for the year	(25,910)	-	(25,910)
At 1 January 2016	500,750	3,232	503,982
Deficit for the year	(78,344)	-	(78,344)
At 31 December 2016	422,406	3,232	425,638

**20. NET CASH INFLOW FROM PARTY ACTIVITIES**

	Consolidated & Central	
	2016	2015
	£	£
(Deficit)/Surplus before taxation	(92,447)	(13,171)
Decrease/(Increase) in debtors	23,912	19,431
Increase/(Decrease) in creditors	5,501	1,004.00
Depreciation	10,746	7,113
<b>Net cash inflow from party activities</b>	<b>(52,288)</b>	<b>14,377</b>

## PLAID CYMRU

### Notes to the Financial Statements for the year ended 31 December 2016

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#### 21. LEASING COMMITMENTS

The Party's future minimum operating lease repayments are as follows:

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Between one and five years	<b>8,576</b>	<b>12,864</b>

#### 22. RELATED PARTY TRANSACTIONS

In the prior year the Party sold conference event tables to Deryn Consulting Limited, a company of which a Plaid member is a director and shareholder. In the year to 31 December 2016, sales of £Nil (2015: £4,038) were made and at the balance sheet date, £Nil (2015: £1,060) was due to the Party.