



**KEIGHLEY AND WORTH VALLEY
RAILWAY
TRUST**

**UNAUDITED FINANCIAL STATEMENTS
5 APRIL 2021**

Charity Registration Number: 1032933



Spenser Wilson
Chartered Accountants & Business Advisers

KEIGHLEY AND WORTH VALLEY RAILWAY TRUST
FINANCIAL STATEMENTS
YEAR ENDED 5 APRIL 2021

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KEIGHLEY AND WORTH VALLEY RAILWAY TRUST

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 5 APRIL 2021

The trustees present their report and the unaudited financial statements of the charity for the year ended 5 April 2021.

Chair's report

My fourth report as Chairman covers the Trust's activities operating within the limitations imposed during the Covid-19 pandemic. These have meant that on-going major work to Bridge 11 was completed later than scheduled and the restoration of 90733 will take longer than initially planned at a time when income from donations has decreased. Trustees have also risen to the challenge of finding new ways of working: meeting and taking decisions virtually via Zoom and adopting online banking. I would like to thank Trustees for their support and hard work during this difficult time. It is with regret that the Trustees note the resignation of John Nicholson after many years of service and welcome his replacement as Civil Maintenance Dept representative, Barry Slater.

The past year has also brought an exciting opportunity to improve wheelchair access to the KWVR by supporting the purchase & renovation of a BSK BR MK1 Brake Carriage for conversion to a fully accessible facility. The Trust were also able to fund essential repair works to Ingrow Station, provide additional funding to assist with the completion of Bridge 11 and provide new gates to improve the Keighley Station underpass. 'Push and Pull', the KWVR's in house magazine, continues to publicise the work of the Trust to members and supporters, in particular via the regular column 'News From the Trust'.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered charity name Keighley and Worth Valley Railway Trust

Charity registration number 1032933

Principal office Haworth Station
Haworth
Keighley
BD22 8NJ

THE TRUSTEES

Mr D Hanson - Chair
Mr D Petyt - Treasurer
Dr K A Carlton - Secretary
Mr T England
Mr M W Clark
Mrs I M Jones
Mr K Jones
Mr R Walker
Mr N Ward
Mr J Nicholson (Retired 9 August 2020)
Mr S Bray
Mr G Way
Mrs A Tarran
Mr B Slater (Appointed 9 August 2020)
Mr C H Clough
Mr I Purkis

KEIGHLEY AND WORTH VALLEY RAILWAY TRUST

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 5 APRIL 2021

Independent examiner	E A Short FCA Equitable House 55 Pellon Lane Halifax West Yorkshire HX1 5SP
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STRUCTURE, GOVERNANCE AND MANAGEMENT

The Trust deed provides for no less than five and no more than thirty Trustees to be appointed. Trustees are appointed by the Directors of the KWVRPS Ltd who endeavour to ensure that at least one Trustee represents each of the Society's sub-committees. In addition, Directors appoint at least two independent Trustees who have no representational function.

During the year ending 5 April 2021, there were 15 Trustees. Whilst all the trustees are members of KWVR, ten of the trustees do not represent any particular department

In the year 2020/21 the trustees met twice.

New Trustees are given an extract of the Charity Commission's Guidance CC3, updated 3 May 2018 "The Essential Trustee" - the guidance is edited to remove material not relevant to the Trust. Because Trustees are appointed by the directors of KWVRPS, they are always individuals who have, or who have had, active involvement with the Keighley and Worth Valley Railway so no further induction to the Railway is necessary. The Chairman, Secretary and Treasurer do, however, provide any specific information or advice a new Trustee may require.

The Trustees have examined the operational and business risks faced by the Charity and confirm that they have established systems to mitigate significant risks.

OBJECTIVES AND ACTIVITIES

The Trust was established on 19 January 1994 as amended by deed dated 11 January 2015 with the objective of supporting the preservation, maintenance and protection of those structures, buildings, plant, locomotives, rolling stock and equipment of the Keighley and Worth Valley Railway which are of historical, cultural, architectural, constructional or scientific interest or which exhibit craftsmanship worthy of preservation.

The Charity co-operates with the Keighley and Worth Valley Light Railway Ltd and the Keighley and Worth Valley Railway Preservation Society Ltd (KWVRPS) in order to achieve its objectives.

KEIGHLEY AND WORTH VALLEY RAILWAY TRUST

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 5 APRIL 2021

ACHIEVEMENTS AND PERFORMANCE

One legacy was received during the year totalling £21,284.

Payments were made to Keighley and Worth Valley Light Railway Ltd for work on the Standard 4 engine alongside the WD and 957 engines.

Payments have also been made to the company to assist in the repair of Bridge 11 alongside repairs at Ingrow station, assistance in purchase of a new coach, renovating Oakworth shed and new gates for the Keighley underpass.

PUBLIC BENEFIT

The Trustees confirm that they have paid due regard to the Charity Commission's guidance on public benefit and consider their activities to be in compliance therewith.

The Trust reviewed its compliance with GDPR.

PROCEDURES AND POLICY MAKING GRANTS

The Trust raises funds from donations, bequests, loans and grants from individuals and bodies supportive of the Trust's aims and disburses the funds in support of projects supported by the Directors of KWVRPS. The Trustees meet on a regular basis to consider what grants they will make and to monitor the use of grants which have been made.

FINANCIAL REVIEW

The Trust's bankers are Yorkshire Bank Plc of Dewsbury, West Yorkshire and CAF Bank Ltd, Kings Hill, West Malling, Kent.

The operating deficit for the year was £5,271, made up of a deficit on unrestricted funds of £10,080 and a surplus on restricted funds of £4,809, which has been deducted from reserves. Unrestricted reserves at the end of the year were £100,144 and restricted £254,771 which are used to finance additional projects, activities in the ensuing year and as backup reserve.

Investment policy

The Trust Deed authorises the Trust to make and hold investments using the general funds of the Charity. The Trustees' policy is to invest in low-risk, interest-bearing accounts.

Risk management

The Trustees actively review the major risks areas that the Charity faces on a regular basis and believe that maintaining reserves at the current levels, combined with an annual review of the controls over the key financial systems, will provide sufficient resources in the event of adverse conditions.

COVID-19

Covid-19 is having a detrimental effect on the trust activities. The trust is aware that individuals may have less available income to support the trust and therefore future income streams could be reduced as a result. The trust is aware of the impact on this for future projects and their ability to fund these.

KEIGHLEY AND WORTH VALLEY RAILWAY TRUST

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 5 APRIL 2021

Reserves policy

The Trust holds reserves to support specific projects on The Keighley & Worth Valley Railway and these funds are released upon a specific request being received. As a result, the funds are held by the Trust until the request has been received and agreed by the Trustees to be funded. Until such time, funds are held in reserve by the Trust.

PLANS FOR FUTURE PERIODS

Trust income remains steady with regular standing order donations both to the general fund and to specified restricted funds. However, it is recognised that income from these sources has decreased as individuals get older, and either stop giving or are no longer tax payers and therefore the Trust cannot claim as much gift aid as previously. It is anticipated that the effects of COVID-19 may also lead to a decrease in income.

The trustees' annual report was approved on 7 Nov 2021 and signed on behalf of the board of trustees by:



Mr D Hanson
Chair

KEIGHLEY AND WORTH VALLEY RAILWAY TRUST

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF KEIGHLEY AND WORTH VALLEY RAILWAY TRUST

YEAR ENDED 5 APRIL 2021

I report to the trustees on my examination of the financial statements of Keighley and Worth Valley Railway Trust ('the charity') for the year ended 5 April 2021.

RESPONSIBILITIES AND BASIS OF REPORT

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

INDEPENDENT EXAMINER'S STATEMENT

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



E A Short FCA
Independent Examiner

Equitable House
55 Pellon Lane
Halifax
West Yorkshire
HX1 5SP

KEIGHLEY AND WORTH VALLEY RAILWAY TRUST

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 5 APRIL 2021

			2021		2020
	Note	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
Income and endowments					
Donations and legacies	4	25,386	34,969	60,355	74,468
Investment income	5	484	1,230	1,714	1,180
Total income		<u>25,870</u>	<u>36,199</u>	<u>62,069</u>	<u>75,648</u>
Expenditure					
Expenditure on raising funds:					
Costs of raising donations and legacies	6	377	—	377	66
Expenditure on charitable activities	7,8	20,573	46,390	66,963	102,038
Total expenditure		<u>20,950</u>	<u>46,390</u>	<u>67,340</u>	<u>102,104</u>
Net expenditure		<u>4,920</u>	<u>(10,191)</u>	<u>(5,271)</u>	<u>(26,456)</u>
Transfers between funds		(15,000)	15,000	—	—
Net movement in funds		<u>(10,080)</u>	<u>4,809</u>	<u>(5,271)</u>	<u>(26,456)</u>
Reconciliation of funds					
Total funds brought forward		110,224	249,962	360,186	386,642
Total funds carried forward		<u>100,144</u>	<u>254,771</u>	<u>354,915</u>	<u>360,186</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 8 to 14 form part of these financial statements.

KEIGHLEY AND WORTH VALLEY RAILWAY TRUST

STATEMENT OF FINANCIAL POSITION

5 APRIL 2021

		2021		2020	
	Note	£	£	£	£
CURRENT ASSETS					
Debtors	14	19,955		5,849	
Cash at bank and in hand		336,520		355,697	
		<u>356,475</u>		<u>361,546</u>	
CREDITORS: amounts falling due within one year					
	15	<u>1,560</u>		<u>1,360</u>	
NET CURRENT ASSETS			<u>354,915</u>		<u>360,186</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>354,915</u>		<u>360,186</u>
NET ASSETS			<u>354,915</u>		<u>360,186</u>
FUNDS OF THE CHARITY					
Restricted funds			254,771		249,962
Unrestricted funds			100,144		110,224
Total charity funds	16		<u>354,915</u>		<u>360,186</u>

These financial statements were approved by the board of trustees and authorised for issue on 7 Nov 2021, and are signed on behalf of the board by:

K. A. Carlton

Dr K A Carlton
Secretary

Paul Hanson

Mr D Hanson
Chair

The notes on pages 8 to 14 form part of these financial statements.

KEIGHLEY AND WORTH VALLEY RAILWAY TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 5 APRIL 2021

1. GENERAL INFORMATION

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is Haworth Station, Haworth, Keighley, BD22 8NJ.

2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

There are not considered to be any judgements or accounting estimates or assumptions that have a significant impact on the financial statements.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal.

KEIGHLEY AND WORTH VALLEY RAILWAY TRUST

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 5 APRIL 2021

3. ACCOUNTING POLICIES *(continued)*

Incoming resources

All income is included in the statement of financial activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

Income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.

Legacy income is recognised when receipt is probable and entitlement is established.

Income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.

Investment income is accounted for in the period in which the Charity is entitled to receipt.

Gift Aid reclaimable on donations to the charity is included when the receipt is probable and its amount can be measured reliably.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

Expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.

Expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.

Expenditure on grants is recorded once the Trust has made an unconditional commitment to pay the grant and this is communicated to the beneficiary or the grant has been paid, whichever is the earlier. The Trust has not made any grant commitments of more than one year.

Other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

KEIGHLEY AND WORTH VALLEY RAILWAY TRUST

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 5 APRIL 2021

Financial instruments

The company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

4. DONATIONS AND LEGACIES

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
DONATIONS			
Donations	2,072	32,017	34,089
LEGACIES			
Bequest	22,884	—	22,884
GIFTS			
Gift Aid Receivable	430	2,952	3,382
	<u>25,386</u>	<u>34,969</u>	<u>60,355</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
DONATIONS			
Donations	3,912	39,954	43,866
LEGACIES			
Bequest	24,951	—	24,951
GIFTS			
Gift Aid Receivable	128	5,523	5,651
	<u>28,991</u>	<u>45,477</u>	<u>74,468</u>

5. INVESTMENT INCOME

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Bank interest	484	1,230	1,714

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Bank interest	362	818	1,180

KEIGHLEY AND WORTH VALLEY RAILWAY TRUST

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 5 APRIL 2021

6. COSTS OF RAISING DONATIONS AND LEGACIES

	Unrestricted Funds	Total Funds 2021	Unrestricted Funds	Total Funds 2020
	£	£	£	£
Advertising, postage and stationery	307	307	—	—
Bank charges	70	70	66	66
	<u>377</u>	<u>377</u>	<u>66</u>	<u>66</u>

7. EXPENDITURE ON CHARITABLE ACTIVITIES BY FUND TYPE

	Unrestricted Funds	Restricted Funds	Total Funds 2021
	£	£	£
Grants paid	18,861	46,390	65,251
Support costs	1,712	—	1,712
	<u>20,573</u>	<u>46,390</u>	<u>66,963</u>

	Unrestricted Funds	Restricted Funds	Total Funds 2020
	£	£	£
Grants paid	27,944	72,394	100,338
Support costs	1,700	—	1,700
	<u>29,644</u>	<u>72,394</u>	<u>102,038</u>

8. EXPENDITURE ON CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	Grant funding of activities	Support costs	Total funds 2021	Total fund 2020
	£	£	£	£
Grants paid	65,251	—	65,251	100,338
Governance costs	—	1,712	1,712	1,700
	<u>65,251</u>	<u>1,712</u>	<u>66,963</u>	<u>102,038</u>

9. SUPPORT COSTS

	Support costs	Total 2021	Total 2020
	£	£	£
Governance costs	1,712	1,712	1,700

KEIGHLEY AND WORTH VALLEY RAILWAY TRUST

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 5 APRIL 2021

10. ANALYSIS OF GRANTS

	2021 £	2020 £
GRANTS TO INSTITUTIONS		
Keighley & Worth Valley Light Railway Ltd	56,251	83,888
957 Fund	9,000	16,450
	<u>65,251</u>	<u>100,338</u>
Total grants	<u>65,251</u>	<u>100,338</u>

11. INDEPENDENT EXAMINATION FEES

	2021 £	2020 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>1,712</u>	<u>1,700</u>

12. STAFF COSTS

There were no employees during the current or previous year.

13. TRUSTEE REMUNERATION AND EXPENSES

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees

14. DEBTORS

	2021 £	2020 £
Trade debtors	16,573	—
Other debtors	3,382	5,849
	<u>19,955</u>	<u>5,849</u>

15. CREDITORS: amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	<u>1,560</u>	<u>1,360</u>

KEIGHLEY AND WORTH VALLEY RAILWAY TRUST

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 5 APRIL 2021

16. ANALYSIS OF CHARITABLE FUNDS

Unrestricted funds

	At 6 April 2020	Income	Expenditure	Transfers	At 5 April 2021
	£	£	£	£	£
General funds	<u>110,224</u>	<u>25,870</u>	<u>(20,950)</u>	<u>(15,000)</u>	<u>100,144</u>

	At 6 April 2019	Income	Expenditure	Transfers	At 5 April 2020
	£	£	£	£	£
General funds	<u>110,581</u>	<u>29,353</u>	<u>(29,710)</u>	<u>—</u>	<u>110,224</u>

Restricted funds

	At 6 April 2020	Income	Expenditure	Transfers	At 5 April 2021
	£	£	£	£	£
957 Fund	—	—	—	—	—
957 Overhaul	19,258	470	(9,000)	—	10,728
W D Project	4,745	—	(4,745)	—	—
W D Overhaul	62,682	974	(2,382)	—	61,274
Black Five Fund	65,113	17,929	—	—	83,042
75078 Fund	33,908	8,521	—	—	42,429
4F Fund	3,275	327	—	—	3,602
Diesel DMU/DRB	711	3	—	—	714
Keighley Signalling	263	—	(263)	—	—
Steam Crane Fund	51,330	249	—	—	51,579
Bridge Appeal	<u>8,677</u>	<u>7,726</u>	<u>(30,000)</u>	<u>15,000</u>	<u>1,403</u>
	<u>249,962</u>	<u>36,199</u>	<u>(46,390)</u>	<u>15,000</u>	<u>254,771</u>

	At 6 April 2019	Income	Expenditure	Transfers	At 5 April 2020
	£	£	£	£	£
957 Fund	2,171	434	(2,605)	—	—
957 Overhaul	33,040	63	(13,845)	—	19,258
W D Project	4,266	479	—	—	4,745
W D Overhaul	63,577	205	(1,100)	—	62,682
Black Five Fund	54,298	12,660	(1,844)	—	65,114
75078 Fund	63,566	8,342	(38,000)	—	33,908
4F Fund	3,010	264	—	—	3,274
Diesel DMU/DRB	709	2	—	—	711
Keighley Signalling	262	1	—	—	263
Steam Crane Fund	51,162	168	—	—	51,330
Bridge Appeal	<u>—</u>	<u>23,677</u>	<u>(15,000)</u>	<u>—</u>	<u>8,677</u>
	<u>276,061</u>	<u>46,295</u>	<u>(72,394)</u>	<u>—</u>	<u>249,962</u>

KEIGHLEY AND WORTH VALLEY RAILWAY TRUST

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 5 APRIL 2021

Purposes of Restricted Income Funds

The funds represent donations and tax credits, less expenditure to date for the refurbishment of the specified items.

£15,000 was transferred from General Funds towards the grant for the Bridge Appeal.

17. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Current assets	101,704	254,771	356,475
Creditors less than 1 year	(1,560)	—	(1,560)
Net assets	<u>100,144</u>	<u>254,771</u>	<u>354,915</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Current assets	111,584	249,962	361,546
Creditors less than 1 year	(1,360)	—	(1,360)
Net assets	<u>110,224</u>	<u>249,962</u>	<u>360,186</u>

18. RELATED PARTIES

The Trust paid £62 (2019: £NIL) to Melanie Hanson-Radcliffe, the daughter of a trustee, David Hanson, for promotional services.