



THE WEARDALE RAILWAY TRUST
UNAUDITED
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021

THE WEARDALE RAILWAY TRUST
(A company limited by guarantee)

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THE WEARDALE RAILWAY TRUST
(A company limited by guarantee)

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 JANUARY 2021**

Trustees

K Richardson, Chair
A Slack
J H Askwith (appointed 14 March 2020)
P Kearsley
R Maughan
G Mudd
S Raine
J Clarke
P Wilson (resigned 14 March 2020)
Dr M Wood, Vice Chair
M Woodhams
S Adams
Dr R Dingle

Company registered number

03226401

Charity registered number

1088897

Registered office

Stanhope Station
Stanhope
Bishop Auckland
Co Durham
DL13 2YS

Company secretary

J Clarke

Treasurer

R Dingle

Independent Examiners

Waltons Clark Whitehill Limited
Chartered Accountants
Maritime House
Harbour Walk
The Marina
Hartlepool
TS24 0UX

THE WEARDALE RAILWAY TRUST
(A company limited by guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 JANUARY 2021

The Trustees present their annual report together with the financial statements of the company for the year 1 February 2020 to 31 January 2021. The annual report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the company qualifies as small under section 382 of the Companies Act 2006, the strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.



Structure, governance and management

The Weardale Railway Trust is a registered charity (No 1088897) and is also a not for profit limited company constituted by a memorandum and articles of association (company registration No 3226401).

The Trust became a charity on 12 October 2001 and operates purely on a voluntary basis.

The business of the Trust is managed by a Council (Trust M&As clause 45) consisting of a maximum of 12 Directors (Trust M&As clause 37 - amended at the Trusts AGM held on 13 November 2010) including a Chair, a Vice Chair and a Treasurer. The Council Directors are nominated and elected by the members at the Trust's AGM. The Trust's M&As require 33.3% of the Directors to resign at each AGM to allow for rotation of the members of the Trust Council (Trust M&As clause 56 - amended at the Trust's AGM held on 18 November 2006).

The Trust Council met 5 times during the year to enact the Trust's business.

There is one directorship on the board of Weardale Railway Limited. The Trust Council nominated Tony Slack as its representative.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2021

Objectives and activities

Activities undertaken to achieve objectives

All members of the Trust Council give their time voluntarily and receive no benefit from the charity. Expenses reclaimed from the Trust during the year are detailed in note 8 to the financial statements.

The Trust has three main objectives:

1. To restore the rail link between Bishop Auckland and Wearhead in County Durham.
2. To restore and preserve land, buildings and other artefacts connected with the railway through Weardale.
3. To study, compile record and restore, preserve items of interest and provide instruction on such activities; to provide exhibitions for visitors and to operate, sponsor and support displays for the stimulation of information, education and interest in railways.



As stated in Trustees Annual Report 2009 – 2010 the Trust volunteers, along with Weardale Railways CIC personnel, completed the link between Stanhope and Bishop Auckland completing one of the Trust's main objectives (Objective 1).

The activities undertaken by Trust volunteers consisted of some limited continued restoration and maintenance of the railway infrastructure, maintenance and repair work on the Trust's steam engine Number 40, 2 car 108 DMU when the government guidance on the pandemic allowed.



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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2021

Membership

We have seen a slight decline in membership over the past 12 months. There have been 27 new members join the Trust in the year to 31 January 2021

The breakdown of membership categories remains largely the same as the previous year; the main change is a slight decline in Concessionary membership offset by a slight increase in Full membership.

Complimentary Membership is 6%, Life Membership is 15%, Full Subscription membership is 21.5%, 42% are Concessionary Members, 15% are Joint and <0.5% are Junior.

The Trust has retained a core of enthusiastic members committed to publicising and supporting the Weardale Railway and there is some evidence that, although the largest category is Concessionary, the Trust is attracting new and younger members.



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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2021

Chairman's Report

Just prior to the trust Annual General Meeting on 14th March 2020, two events occurred which were to have a significant impact on our volunteering activities in 2020. At that meeting we introduced Jonathan Ruffer and his team from the Auckland Project, who had stepped in and rescued Weardale Railway from administration, having finalised the deal just the previous day. The other event that occurred within just a few days of our meeting was the hitherto unprecedented lock-down that was introduced, both nationally and internationally, to combat the surging COVID-19 pandemic. No one at that time realised what a devastating impact this was to have on all our lives.

The Auckland Project set up a new business for the operation of the railway. This was originally registered as "Swinmadco Limited" then was later changed to "Weardale Railway Limited" (WRL). When the railway had been brought out of administration several years earlier by a different company, Weardale Railway Trust loaned £40K to allow the deal to go ahead, along with other loans made by Wear Valley District Council (which was later subsumed into Durham County Council). The loan made by the Trust was in the form of an interest free agreement, with an open-ended repayment period, and the understanding was that there was a possibility that this money may never be repaid. It did, however, give the Trust a 12.5% share in WRCIC and 3 directorships on the board. Unfortunately, due to WRCIC going into administration, we have had to accept the loss of the loan and the automatic right to directorships. We have, however, been invited to nominate one representative director on the board of WRL. Originally Steve Raine took up this position and his extensive knowledge of the railway, its background and the rules and regulations have been invaluable in assisting WRL to manage the takeover. Operations on the line had to be stopped awaiting the transfer of the operating licence exemption from the ORR and the obtaining of a new Transport and Works Act Order. This, combined with the effects of the pandemic, resulted in cessation of all trust activities for much of 2020.

The COVID-19 pandemic had the most serious effect on our work at the railway. It is a fact of life that most of our volunteers are of senior years and therefore the most vulnerable to the effects of the pandemic. Following government advice, many had to isolate by staying home for health and age-related reasons. Any volunteering efforts that could be made were sporadic and severely restricted. This had a knock-on effect on our fund raising. We were unable to operate the Trust shop at Stanhope station and there was no income from the Trust's subsidiary company WRHSL. In fact, following government guidelines. After the year end the Trust Council had to agree to subsidise WRHSL by way of a loan to allow it to remain solvent, with the expectation that, once train services can recommence, the loan can be repaid from passenger revenue. We have had assurances from WRL that the Trust operated heritage service can restart as soon as circumstances allow, so it is hoped that this is a temporary situation. Fortunately, the loss of revenue from our heritage service has been ameliorated by a series of government support grants and we should thank our treasurer, Bob Dingle, for the work he has done to successfully apply for this support. The result is that, despite these serious challenges, the Trust accounts show a very healthy balance.

Finally, I believe we should acknowledge the work that has been done by those volunteers who made the effort when circumstances have allowed.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2021

Traction report

Class 108 DMU

Despite the COVID-19 pandemic our small group of engineering volunteers managed to make some headway in the restoration of the Trust's class 108 DMU. During the short time the unit was used at the end of the 2019 operating season, we noted several faults that would need attention before we could be confident that we have a reliable vehicle for the future. In a way it was fortunate that the combination of the takeover of the railway by WRL and the associated delays, and the effects of the COVID-19 pandemic, meant that we were unable to operate a heritage service. This allowed us an extended period in which to tackle some of these issues, albeit under severe restrictions that the pandemic introduced.

Consequently, during 2020 we have:

- resolved a faulty direction change issue on one axle by replacing a damaged piston liner
- had a faulty starter motor from one of the four engines repaired
- removed one of the gearboxes, sent it away for overhaul, and reinstalled it
- commenced stripping the flaking paint from the roof of both cars
- started repainting seat frames
- begun stripping and varnishing internal window surrounds
- purchased and replaced the remaining worn brake blocks

There remains much to be completed. Stripping the original coating from the roof is a major undertaking which has been intermittently halted due to other painting work going on in the building. As mentioned, the pandemic also had a severe effect on our activities, as did everyone's other commitments outside the railway.

However, we have strived to carry out this work to a high standard so that we can be certain that the 108 will continue to be a major asset to the Trust.

0-6-0 Sentinel Shunter

It had long been a wish that our Trust owned Rolls-Royce 0-6-0 Sentinel shunter should have a repaint, once funds would allow. With our volunteer's time being concentrated on restoring the 108 DMU, and with our funds being in a healthy state, the board decided to contract out the restoration of the Sentinel bodywork. Consequently, we negotiated very favourable terms with WRL to do the work and their employees have stripped, repaired, and repainted the shunter to a very high standard. Our future plan for this vehicle includes a full engine service and attention to a long-standing overhear problem. Again, by ensuring that the work is done to a high standard we continue to retain maximum value in this asset.



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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2021

Financial review

The Trust's total income for this financial period was £66,253 and the total expenditure was £37,117. In 2019/20 the total income was £36,046 and total expenditure was £16,583. The income was higher in 2020/21 as a result of a donation of £50,000 towards a new platform. The impact of COVID-19 meant that the shop was closed and the subsidiary was unable to trade for much of the year, meaning the gift aid income was reduced. This was offset by a local authority Covid grant of £10,000. The higher expenditure in the current year includes a bad debt write off in respect of the loan to WRCIC as mentioned above.

The Trust had a voluntary income of £67,727 from subscriptions, donations, grants and appeals.

Fundraising income from the shop and Trust lottery amounted to £1,028.

The Trust made payments in furtherance of its objectives of £36,967.

It is the Trustees' intention to maintain 3-6 months of operating costs in reserve in order to cover any unforeseen expenditure on its charitable objectives. This equates to between £3,000 and £6,000 and as at 31 January 2021 total reserves were £43,967 of which the free reserves (after deducting fixed assets and long term debtors and creditors) were £80,012 and cash in the bank was £109,349.

Going Concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2021

Statement of Trustees Responsibilities

The Trustees (who are also the directors of the company for the purposes of company law) are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial . Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the members of the board of Trustees and signed on their behalf by:

K Richardson
(Chair of Trustees)
Date:

THE WEARDALE RAILWAY TRUST
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INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 31 JANUARY 2021

Independent examiner's report to the Trustees of The Weardale Railway Trust ('the company')

I report to the charity Trustees on my examination of the financial statements of the company for the year ended 31 January 2021.

Responsibilities and basis of report

As the Trustees of the company (and its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the financial statements of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the company's accounts carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

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.

This report is made solely to the company's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the company's Trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the company and the company's Trustees as a body, for my work or for this report.

Signed:

Dated:

Heather O'Driscoll FCA

Waltons Clark Whitehill Limited
Chartered accountants

THE WEARDALE RAILWAY TRUST
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**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 JANUARY 2021**

	Note	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
INCOME FROM:					
Donations and legacies	3	17,560	50,167	67,727	8,474
Other trading activities	4	1,028	-	1,028	13,101
Investments	5	(2,502)	-	(2,502)	14,471
		<u>16,086</u>	<u>50,167</u>	<u>66,253</u>	<u>36,046</u>
TOTAL INCOME					
EXPENDITURE ON:					
Raising funds	6	150	-	150	1,400
Charitable activities	7	36,967	-	36,967	15,183
		<u>37,117</u>	<u>-</u>	<u>37,117</u>	<u>16,583</u>
TOTAL EXPENDITURE					
NET (EXPENDITURE)/INCOME					
Transfers between funds	15	(21,031) 30,366	50,167 (30,366)	29,136 -	19,463 -
		<u>9,335</u>	<u>19,801</u>	<u>29,136</u>	<u>19,463</u>
NET MOVEMENT IN FUNDS					
RECONCILIATION OF FUNDS:					
Total funds brought forward as previously stated		212,751	2,080	214,831	189,368
Prior year adjustment		-	-	-	6,000
Total funds brought forward as restated		<u>212,751</u>	<u>2,080</u>	<u>214,831</u>	<u>195,368</u>
Net movement in funds		9,335	19,801	29,136	19,463
		<u>222,086</u>	<u>21,881</u>	<u>243,967</u>	<u>214,831</u>
TOTAL FUNDS CARRIED FORWARD					

The Statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 13 to 26 form part of these financial statements.

THE WEARDALE RAILWAY TRUST
(A company limited by guarantee)
REGISTERED NUMBER: 03226401

BALANCE SHEET
AS AT 31 JANUARY 2021

	Note	2021 £	As restated 2020 £
FIXED ASSETS			
Tangible assets	9	161,819	136,088
Investments	10	1	1
		<u>161,820</u>	<u>136,089</u>
CURRENT ASSETS			
Stocks		800	800
Debtors: amounts falling due after more than one year	11	-	15,540
Debtors: amounts falling due within one year	11	2,606	14,971
Cash at bank and in hand		109,349	82,676
		<u>112,755</u>	<u>113,987</u>
Creditors: amounts falling due within one year	12	(10,863)	(5,782)
NET CURRENT ASSETS		<u>101,892</u>	<u>108,205</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>263,712</u>	<u>244,294</u>
Creditors: amounts falling due after more than one year	13	(19,745)	(29,463)
NET ASSETS		<u><u>243,967</u></u>	<u><u>214,831</u></u>
CHARITY FUNDS			
Restricted funds	15	21,881	2,080
Unrestricted funds	15	222,086	212,751
TOTAL FUNDS		<u><u>243,967</u></u>	<u><u>214,831</u></u>

THE WEARDALE RAILWAY TRUST
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REGISTERED NUMBER: 03226401

BALANCE SHEET (CONTINUED)
AS AT 31 JANUARY 2021

The company was entitled to exemption from audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:

K Richardson
(Chair of Trustees)
Date:

The notes on pages 13 to 26 form part of these financial statements.

THE WEARDALE RAILWAY TRUST
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021

1. GENERAL INFORMATION

The company is a company limited by guarantee. The members of the company are the Trustees named on page 1. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company.

The registered address is:

Stanhope Station
Stanhope
Bishop Auckland
Durham
DL13 2YS

2. ACCOUNTING POLICIES

2.1 Basis of preparation of financial statements

The financial statements have been prepared 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) (effective 1 January 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Weardale Railway Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

2.2 Going concern

The Trustees assess whether the use of going concern is appropriate, i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the Trust to continue as a going concern. The Trustees make this assessment in respect of a period of at least one year from the date of authorisation for issue of the financial statements and have concluded that the company has adequate resources to continue in operational existence for the foreseeable future and there are no material uncertainties about the company's ability to continue as a going concern, thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

THE WEARDALE RAILWAY TRUST
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021

2. ACCOUNTING POLICIES (continued)

2.3 Income

All income is recognised once the company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Grants are included in the statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Gifts donated for resale are included as income when they are sold. The Trustees acknowledge that they are assets of the company as soon as received but the minimal value of these assets makes it uneconomic to value them prior to sale. No amounts are included in the financial statements for services donated by volunteers.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

2.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Charitable activities are costs incurred on the company's charitable operations, including support costs and costs relating to the governance of the company apportioned to charitable activities.

2.5 Tangible fixed assets and depreciation

All assets costing more than £300 are capitalised.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Rolling Stock	- 10% Reducing balance
Equipment	- 10% Reducing balance
Platform	- 15-50 Years straight line
Motive Power units	- 20-100 Years straight line

2.6 Investments

Investments are stated at cost at the balance sheet date.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

2. ACCOUNTING POLICIES (continued)

2.7 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the company; this is normally upon notification of the interest paid or payable by the Bank.

2.8 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks.

2.9 Debtors

Trade and other debtors are recognised at the settlement amount. Where the effect of the time value of money is material the asset is based on the present value of those amounts, discounted at the pre tax discount rate that reflects the risks specific to the asset. The unwinding of the discount is recognised within interest receivable.

2.10 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.11 Liabilities and provisions

Liabilities are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

2.12 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.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021

2. ACCOUNTING POLICIES (continued)

2.13 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the company and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

3. INCOME FROM DONATIONS AND GRANTS

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Donations				
Donations	1,646	50,000	51,646	1,194
Subscriptions	4,679	-	4,679	5,284
Tax recoverable on gift aided donations and subscriptions	1,235	-	1,235	1,436
No 40 appeal	-	167	167	60
Grants	10,000	-	10,000	500
	<u>17,560</u>	<u>50,167</u>	<u>67,727</u>	<u>8,474</u>
<i>Total 2020</i>	<u>7,886</u>	<u>588</u>	<u>8,474</u>	

4. FUNDRAISING INCOME

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Lottery	893	893	1,294
Other fundraising income	-	-	116
Hire of 108	-	-	2,167
Shop sales	135	135	9,524
	<u>1,028</u>	<u>1,028</u>	<u>13,101</u>
<i>Total 2020</i>	<u>13,101</u>	<u>13,101</u>	

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

5. INVESTMENT INCOME

	Unrestricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Gift aid donation from subsidiary	(2,547)	(2,547)	13,560
Interest on fair value movement of loan	-	-	866
Bank interest receivable	45	45	45
	<u>(2,502)</u>	<u>(2,502)</u>	<u>14,471</u>
<i>Total 2020</i>	<u>14,471</u>	<u>14,471</u>	

6. RAISING FUNDS

	Unrestricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Fundraising expenditure	150	150	360
Cost of shop stock	-	-	1,040
	<u>150</u>	<u>150</u>	<u>1,400</u>
<i>Total 2020</i>	<u>1,400</u>	<u>1,400</u>	

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

7. CHARITABLE ACTIVITIES

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
General admin	2,350	-	2,350	2,310
Repair of locomotives	9,899	-	9,899	2,069
Magazine costs	1,090	-	1,090	1,280
Other expenses	1,358	-	1,358	2,638
Depreciation	4,635	-	4,635	4,693
Independent examination	520	-	520	500
Accountancy fees	1,500	-	1,500	1,450
Interest paid on fair value movement	75	-	75	243
Bad debts written off	15,540	-	15,540	-
	<u>36,967</u>	<u>-</u>	<u>36,967</u>	<u>15,183</u>
<i>Total 2020</i>	<u>14,609</u>	<u>574</u>	<u>15,183</u>	

8. TRUSTEES' REMUNERATION AND EXPENSES

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

5 Trustees received reimbursement of expenses, already paid out personally by them on Trust business, amounting to £2,813 in the current year (2020 - 4 Trustees -£1,707).

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9. TANGIBLE FIXED ASSETS

	Rolling stock £	Equipment £	Platform £	Motive Power units £	Total £
Cost					
At 1 February 2020 (as previously stated)	12,000	10,760	26,562	115,038	164,360
Prior Year Adjustment	-	-	-	6,000	6,000
At 1 February 2020 (as restated)	12,000	10,760	26,562	121,038	170,360
Additions	-	-	30,366	-	30,366
At 31 January 2021	12,000	10,760	56,928	121,038	200,726
Depreciation					
At 1 February 2020	8,959	8,679	3,634	13,000	34,272
Charge for the year	304	208	1,091	3,032	4,635
At 31 January 2021	9,263	8,887	4,725	16,032	38,907
Net book value					
At 31 January 2021	2,737	1,873	52,203	105,006	161,819
At 31 January 2020 (as restated)	3,041	2,081	22,928	108,038	136,088

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10. FIXED ASSET INVESTMENTS

	Shares in group undertaking £
Cost	
At 1 February 2020	1
At 31 January 2021	1
Net book value	
At 31 January 2021	1
At 31 January 2020	1

Subsidiary undertaking

The following was a subsidiary undertaking of the company:

Name	Holding
Weardale Railway Heritage Services Limited	100%

The financial results of the subsidiary for the year were:

Name	Income £	Expenditure £	Profit/ (Loss)/ Surplus/ (Deficit) for the year £	Aggregate of share capital and reserves £
Weardale Railway Heritage Services Limited	159	(193)	(34)	1

Weardale Railway Heritage Services Limited donates all profits to the Trust and made a donation of £11,014 for the year ended 31 January 2020.

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11. DEBTORS

	2021 £	2020 £
Due after more than one year		
Other debtors	-	15,540
	<u>-</u>	<u>15,540</u>
Due within one year		
Amounts owed by group undertakings	-	13,561
Other debtors	1,378	-
Tax recoverable	1,228	1,410
	<u>2,606</u>	<u>14,971</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Other loans	8,843	3,265
Other taxation and social security	-	568
Accruals and deferred income	2,020	1,949
	<u>10,863</u>	<u>5,782</u>

13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2021 £	2020 £
Other loans	19,745	29,463
	<u>19,745</u>	<u>29,463</u>

14. Prior year adjustments

The Trust has recognised the donation of two Sentinel locomotives that were donated by Lafarge when their works in Weardale closed. Although the shunters were donated many years ago proof of ownership has only recently been established. This confirmed that the Trust has owned these since initial donation. As a result a prior year adjustment has been made to recognise the value of the two locomotives at £3,000 each. As a result the brought forward value on both fixed assets and the capital fund has increased by £6,000 in 2020.

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15. STATEMENT OF FUNDS

Statement of funds - current year

	Balance at 1 February 2020 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 January 2021 £
Unrestricted funds					
Capital Fund	136,088	-	(4,635)	30,366	161,819
General Fund	76,663	16,086	(32,482)	-	60,267
	<u>212,751</u>	<u>16,086</u>	<u>(37,117)</u>	<u>30,366</u>	<u>222,086</u>
Restricted funds					
No 40 Maintenance Fund	-	167	-	-	167
Weardale Area Action Partnership	960	-	-	-	960
Durham County Council (NLDC)	749	-	-	-	749
Friends of Heritage Line	275	-	-	-	275
Wearhead Extension	96	-	-	-	96
Kingfisher Platform	-	50,000	-	(30,366)	19,634
	<u>2,080</u>	<u>50,167</u>	<u>-</u>	<u>(30,366)</u>	<u>21,881</u>
Total of funds	<u>214,831</u>	<u>66,253</u>	<u>(37,117)</u>	<u>-</u>	<u>243,967</u>

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15. Statement of funds (continued)

Statement of funds - prior year

	<i>As restated Balance at 1 February 2019 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Balance at 31 January 2020 £</i>
Unrestricted funds				
Capital Fund	139,883	-	(3,795)	136,088
General Fund	53,420	35,457	(12,214)	76,663
	<u>193,303</u>	<u>35,457</u>	<u>(16,009)</u>	<u>212,751</u>
 Restricted funds				
No 40 Maintenance Fund	-	74	(74)	-
Weardale Area Action Partnership	960	-	-	960
Durham County Council (NLDC)	749	-	-	749
Friends of Heritage Line	275	-	-	275
Wearhead Extension	82	14	-	96
Durham County Council (Stanhope improvements)	-	500	(500)	-
	<u>2,066</u>	<u>588</u>	<u>(574)</u>	<u>2,080</u>
 Total of funds	<u><u>195,369</u></u>	<u><u>36,045</u></u>	<u><u>(16,583)</u></u>	<u><u>214,831</u></u>

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15. Statement of funds (continued)

Unrestricted funds

The capital fund represents funds held as fixed assets.

Restricted funds

The No 40 maintenance fund is used for the maintenance of the "No 40" steam engine.

The grant from Weardale Area Action Partnership is for chainsaw training, advertising and painting rolling stock.

The grants from Durham County Council under their Neighbourhood Learning in Deprived Communities (NLDC) scheme were towards the costs of training volunteers. This will be spent on first aid training of volunteers and materials for the personal track safety course.

The Friends of the Heritage Line is money held on behalf of the Friends of the Heritage Line.

The income for the Wearhead Extension is towards extending the line out to Wearhead. This fund will be carried forward until such time as sufficient funds are raised.

A donation was received towards the building of a new platform at Kingfisher Caravan Park. Work on the platform began during the year and £30,366 has been capitalised and transferred to the capital fund. The building work was ongoing at the year end.

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16. ANALYSIS OF NET ASSETS BETWEEN FUNDS

Analysis of net assets between funds - current period

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Tangible fixed assets	161,819	-	161,819
Fixed asset investments	1	-	1
Current assets	82,031	30,724	112,755
Creditors due within one year	(2,020)	(8,843)	(10,863)
Creditors due in more than one year	(19,745)	-	(19,745)
Total	222,086	21,881	243,967

Analysis of net assets between funds - prior period

	<i>Unrestricted funds 2020 £</i>	<i>Restricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Tangible fixed assets	136,088	-	136,088
Fixed asset investments	1	-	1
Debtors due after more than one year	15,540	-	15,540
Current assets	83,310	15,137	98,447
Creditors due within one year	(2,518)	(3,265)	(5,783)
Creditors due in more than one year	(19,670)	(9,793)	(29,463)
Total	212,751	2,079	214,830

17. Related party transactions

Included within other loans is a loan of £19,745 (2020: £19,670) from G Mudd, a Trustee. This loan was to assist with the repairs to "No 40" and is repayable in instalments starting once the repair work has been completed.

A £15,540 loan due from Weardale Railway Community Interest Company (a company in which the Trust held a 12.5% share) was written off during the year following the company going into administration.