

CYFRIFWYR SIARTREDIG A CHYNGHORWYR TRETH SIARTREDIG
CHARTERED ACCOUNTANTS & CHARTERED TAX ADVISERS

Adeilad St. David's Building
Stryd Lombard Street
Porthmadog
Gwynedd
LL49 9AP

2 Stryd Fawr
Porthaethwy
Ynys Môn
LL59 5EE

Officer in Charge
Charity Commission
PO Box 211
Bootle
L20 7YX

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Eboest/Email - mail@dunnandellis.co.uk
Gwefan/Web - www.dunnandellis.co.uk

Your Ref:

Eich Cyf: 1094938

Our Ref:

Ein Cyf: ILLW/GLI/W0299-1

Date:

Dyddiad: 27th May 2023

CHARITY COMMISSION
FIRST CONTACT

08 JUN 2023

ACCOUNTS
RECEIVED

Dear Sir/Madam,

Re: Cymdeithas Rheilffordd Eryri accounts.

We enclose herewith copy of the abovementioned company's accounts for the year ended 31st December 2022 for your records.

Yours faithfully,

Dunn & Ellis Cyf

Dunn & Ellis Cyf

Encl.

Cofrestrwyd i ymgymryd â gwaith archwilio yn y DU a rheolwyd i
rediad o weithgareddau busnes buddsoddi gan y Sefydliad Cyfrifwyr
Siartredig yn Lloegr a Chymru. Cofrestrwyd gyda'r Sefydliad Trethiant
Siartredig fel Ffyrn o Ymgynghorwyr Treth Siartredig.

Registered to carry on audit work in the UK and regulated for a
range of investment business activities by the Institute of Chartered
Accountants in England and Wales. Registered with the Chartered
Institute of Taxation as a firm of Chartered Tax Advisers

Registered office - Adeilad St David's Building, Stryd Lombard
Street, Porthmadog, Gwynedd, LL49 9AP
Registered in England and Wales - 09971721



ICAEW
CHARTERED
ACCOUNTANTS

Cyfarwyddwyr/Directors:

Sion E. Roberts CTA ATT
Iorwerth Ll. Williams B.Sc(Econ) FCA
Gareth Ll. Jones DChA FCCA ACA
Nia F. Lane FCCA
Lois G. Parry B.Sc(Hons) ACA

Cyfrifwyr Cynorthwyl/Associates:

Clive T. Brown B.Sc(Econ) FCA
Paul C. Jones B.Sc FCCA
Ffion Ll. Morris B.Sc FCCA ATT
Guto M. Davies B.Sc(Hons) ATT CTA
Huw Wilcox B.Sc(Hons) ACCA
Alaw Ff. Hughes B.Sc(Hons) ATT CTA ACCA
Angharad M. Morgan ACA MAAT

REGISTERED COMPANY NUMBER: 03157171 (England and Wales)
REGISTERED CHARITY NUMBER: 1094938

Report of the Trustees and
Financial Statements for the Year Ended 31 December 2022

for

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Dunn & Ellis Cyf
Statutory Auditors
St David's Building
Lombard Street
Porthmadog
Gwynedd
LL49 9AP

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

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for the Year Ended 31 December 2022

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Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees
for the Year Ended 31 December 2022

The trustees of Cymdeithas Rheilffordd Eryri (the Society), who are also directors of the Society for the purposes of the Companies Act 2006, present their report with the financial statements for the year ended 31 December 2022. The trustees have adopted the provisions of 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).

The Society's board of trustees continues to work earnestly in providing broad based support for the maintenance, development and operation of the narrow-gauge railway from Caernarfon to Porthmadog, this being the principal objective of the Society.

The Society continues to support acquisition of assets to understand the historical context of the original railway operation and its relation and relevance to its environment and community. The acquisition of the Nantlle map in 2016 is an example of this policy.

The Society provides a wide range of opportunities for volunteers, encouraging their involvement, providing training and development opportunities as well as a forum for a sharing of skills and experience. Activities are designed to engage with volunteers across the age spectrum.

The activities of the Society are funded by financial contributions of the membership. The use of funds raised contributes to the ability of the railway's operating company to develop at a faster rate and provide wider services without incurring financial liabilities.

The Society also supports activities that provide opportunities for the local community and local business to participate in and benefit from.

Report of the Trustees
for the Year Ended 31 December 2022

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Society is established for the following purposes for the advancement of the education of the public:

To encourage and to promote public interest in the Caernarfon to Porthmadog Railway (including the former Welsh Highland Railway) (the WHR) generally and in its history, restoration, operation, railway locomotives and rolling stock, machinery and equipment of historical and general interest relating thereto.

And in furtherance of the above-mentioned objects, but not otherwise:

- (a) To support and promote the activities of the WHR by providing practical and financial support in all aspects of the ~~construction, maintenance, and operation of the WHR including the acquisition and holding of shares, debentures and other securities therein.~~
- (b) To purchase, hire, take on loan or otherwise acquire railway engines, rolling stock and railway equipment generally and to undertake or assist in the maintenance, repair, renovation, restoration and operation of any such vehicles and equipment, and to promote and encourage the retention, preservation and operation of any such vehicles and equipment as aforesaid and to provide facilities for the public to observe such vehicles and equipment and to assist in their preservation and operation where feasible.
- (c) To purchase, lease or otherwise acquire real or personal property for any estate or interest or any rights, privileges, or easements in respect of any property or rights whatsoever.
- (d) To construct, maintain, work, and manage railways, permanent way, overhead lines, cables, power supplies, railway infrastructure, signal equipment, signals, markings, associated road furniture and ancillary equipment, to establish and maintain workshops and plant and to erect, alter and maintain any buildings, bridges, and other structures.
- (e) To work in conjunction with, or join or affiliate to other institutions, societies, and bodies in any part of the world whose aims are not inconsistent with the objects of the Society.
- (f) To promote and further the study of and research into the WHR and associated railways, railway engines and rolling stock, undertakings and other forms of transport and the historical, scientific, social, and other aspects thereof, and to catalogue, collect, collate, publish and sell material and information of service or interest to the public in general calculated to promote the objects of the Society.
- ~~(g) To take any gift of property, whether or not subject to any special trust, for one or more of the objects of the Society.~~
- (h) To receive money on deposit or loan or by grant, donation, or subscription, or to take steps by personal or written appeals, public meetings or otherwise to procure contributions to the funds of the Society.
- (i) To print and publish any newspapers, periodicals, books or leaflets and to operate car parks, book stalls, sales kiosks and refreshment rooms for the use and convenience of persons visiting any such vehicles and equipment as aforesaid and to sell or merchant any goods.
- (j) To purchase, lease or otherwise acquire, build, equip, maintain, and manage hostels, hotels or railway sleeping carriages to provide accommodation for persons engaged in the preservation of such vehicles and equipment or in promoting any of the objects of the Society and to provide facilities incidental to such accommodation.
- (k) To hold or arrange or join in holding or arranging exhibitions, shows, displays, competitions or other functions or events for the purposes of the Society.
- (l) To effect and keep up any insurance against any risk, loss or liability to which the Society may be subject.

Cymdeithas Rheilffordd Eryri

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Report of the Trustees

for the Year Ended 31 December 2022

- (m) To invest the moneys of the Society not immediately required for its purposes in or at interest upon such investments, securities or property as may be thought fit, subject nevertheless to such conditions (if any) and such consents (if any) as may for the time being be imposed or required by law and subject also as hereinafter provided.
 - (n) To borrow and raise money and accept money on deposit and to secure or discharge any debt or obligation of or binding on the Society in any manner and in particular (without prejudice to the generality of the foregoing) by mortgages of or charges upon all or any part of the undertaking, property and assets (present and future) and uncalled capital of the Society by the creation and issue of securities.
 - (o) To draw, make, accept, endorse, negotiate, discount and execute promissory notes, bills of exchange and other negotiable instruments.
-
- (p) Subject to such consents as may be required by law to sell, let, lend, mortgage, dispose of or turn to account all or any of the property or assets of the Society with a view to the furtherance of its objects.
 - (q) To establish and support or to aid (by way of gift, loan or otherwise) in the establishment and support of any associations or institutions and to subscribe or guarantee money for purposes calculated to further the objects of the Society.
 - (r) To apply for and take all necessary steps to obtain statutory or other powers or privileges required or deemed to be expedient for the furtherance of the objects and work of the Society and to defray the costs and expenses involved.
 - (s) To do all such other lawful things as will further the attainment of the above objects or any of them.

Significant activities

The Society is the official supporters' body for the project to rebuild, maintain, and operate the WHR, a narrow-gauge railway between Caernarfon and Porthmadog which closed in the 1930s. The operating company for the WHR is the Festiniog Railway Company (the Company). The Society members are playing a leading part in the maintenance, development and operation of the WHR.

The Society's work involves supporting projects around the railway. These range from the more obvious things such as the restoration of the locomotives such as NG15 No134, together with the maintenance and improvement of the track, through to the less glamorous tasks such as the construction of station signs and other furniture.

Volunteers

~~The Society continued to make a significant volunteer contribution across all aspects of the WHR, through regular weekday and weekend working groups or directly with the Company's departments subject to the restrictions imposed by coronavirus and associated regulations.~~

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The Society donated £252,408 to the Company in 2022 (2021: £121,741) as part of its objective to promote and support the WHR. The donations during 2022 related mostly to the NG15 refurbishment, but contributions towards a number of smaller projects were made also.

During the coronavirus restriction period, the Society made short term, interest free loans to the Company. In the current year the Society did not convert any converted of the loan balance into grants. In the year to December 2021 a total of £117,405 was converted in this manner.

Fundraising activities

The main sources of funds are subscriptions, donations and bequests received from its members and other supporters.

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Report of the Trustees
for the Year Ended 31 December 2022

FINANCIAL REVIEW

Principal funding sources

The Society's total fund balance at the end of 2022 was £478,609 (2021: £553,242).

As in previous years, the majority of the Society's income came from the continued support of its much-valued members. The classification and breakdown of fee-paying memberships is as follows:

	<u>2022</u>	<u>2021</u>
Adults	880	920
Families	806	849
Juniors	3	3
Young persons	7	4
<hr/>		
Life members	418	418
Associate Life members	34	34
Total	<u>2,148</u>	<u>2,228</u>

As can be seen, the overall fee-paying membership decreased slightly in 2022 as compared with 2021.

The Society's membership year runs from the 1 March to the end of February, which differs from its accounting year by two months. As a result, the Society accrues two twelfths of its annual membership income so as to carry it over to the relevant accounting period.

Some members have prepaid their membership by a varying number of years, and again, these identified amounts are now accrued over to the relevant accounting periods. The same approach is also undertaken for Diamond Jubilee Appeal donors who are granted Society membership.

Life and Associate Life membership fees represent one off contributions by these members for continued lifelong membership. In order that the Society's continuing relationship with these members is adequately reflected in its financial statements, life membership income received is now accrued and released over a 10-year period, which is considered by the Trustees to produce a reasonable approximation of expected accrued benefit and matches the approach undertaken by two similar organisations.

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Report of the Trustees
for the Year Ended 31 December 2022

FINANCIAL REVIEW

Reserves policy

The Society's policy is to maintain an adequate reserve so as to enable it to discharge its charitable objectives, meet its ongoing day to day requirements, and maintain general funds to meet its obligations for committed WHR projects. In addition, the Society receives and holds restricted funds in support of the NG15 and K1 projects.

The Society allocates monies into one of three types of fund:

Unrestricted funds

These are available to spend on activities that further any of the purposes & objects of the charity and are allocated at the discretion of the trustees.

Designated funds

These are unrestricted funds that the trustees have decided, at their discretion, to set aside to use for specific purposes.

However, should circumstances dictate that the specific project cannot be pursued, or should there be funds in excess of the required amount for its achievement, then the funds retained therein will be used to further the general aims of the Society and will be reallocated at the discretion of the trustees.

Restricted funds

These funds, which arise from grants or donations made for a specific purpose, can only be used for that particular purpose within the objects of the charity. Restrictions arise when stipulated by the donor or grantor or where funds are raised for a specified purpose. The balances of the funds represent the unspent amounts.

As at the end of 2022 the Society's main funds stood at:

Restricted funds

	<u>2022</u>	<u>2021</u>
NG15 project	£ 2,061	£ 8,742
K1 project	£ 33,318	£ 32,737

Designated funds

	<u>2022</u>	<u>2021</u>
Historical railway assets fund	£ 700	£ 700
Station View property fund	£230,000	£230,000
Station View maintenance fund	£ 14,578	£ 11,410
NG15 project contingency fund	£ -	£ 22,256
Smaller project allocation fund;	£ 25,236	£ 29,746
NG15 appeal	£ 86	£ 11,310
Third class saloon appeal fund	£150,025	£150,000
Dinas facilities contingency fund	£ 11,652	£ 11,652
Coronavirus appeal fund	£ 355	£ 117

Uncommitted funds

	<u>2022</u>	<u>2021</u>
Uncommitted funds (free reserve)	£ 10,598	£ 44,752

The Society's free reserve for the year is the Society's available and unallocated funds, and should include sufficient moneys to cover the following two aspects:

- The Society's current year's running costs, and to provision for cover of unforeseen issues.
- Such sum as the board sees fit to cover maintenance of the Society's property Station View.

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Report of the Trustees

for the Year Ended 31 December 2022

FUTURE PLANS

The Society will be continuing its work in supporting the development of the WHR and to be a sponsor for a variety of exciting new projects as well as continuing to support the WHR's long term aims and projects.

The Society has prepared and adopted a business plan which is designed to last until the end of 2024. The Board has also appointed a Vision Group, which carried out a wide-ranging review of the Society's affairs, and the current business plan incorporates their conclusions and recommendations.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Society is controlled by its governing document, the Memorandum & Articles of Association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006 and is a registered charity as defined by the Charities Act 2011.

Board meetings, recruitment and appointments

The Society trustees held regular meetings during the year which were attended by Society officers & directors, and on occasions representatives of the Company and trustees of The Ffestiniog and Welsh Highland Railways Trust (The Trust).

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Report of the Trustees
for the Year Ended 31 December 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT
Organisational structure

TRUSTEES (DIRECTORS)

Dafydd Thomas

- Chairman, appointed for 12 months
- Liaison with the Company, the Trust, subsidiary companies, and the Ffestiniog Railway Society
- Society representative at the Company management meetings
- Archives: Overall responsibility for conservation, in conjunction with Gareth H Williams, the Archivist
- The Snowdon Ranger: Overall responsibility for compilation & printing, in conjunction with Bob Zeepvat, the Editor

Ian King

- Deputy Chairman
- Liaison with the Company, the Trust, subsidiary companies, and the FRS
- NG15 project oversight & joint liaison
- 2050 Carriage project oversight
- Gift Aid claims
- Society representative on the Trust's Diamond Jubilee Appeal committee
- Finance Director & Treasury oversight
- Superpower committee chair

Elwyn Jones

- The Snowdon Ranger advertising
- Rail Ale Festival committee chair
- Press & local community relations
- Volunteer accommodation co-ordinator

Neil McMaster

- Area & Special Interest Groups: liaison with groups' chairs
- Platform benches
- Asset co-ordinator
- Risk Management Policy

David Firth

- resigned 17 September 2022

- Events coordinator

Mark Gardner

- Social media & web query allocations
- Website administrators David Tidy & Laurence Armstrong
- Vision Group chair
- Joint data protection obligations

Steven Harris

- Membership: membership committee chairman, Membership Secretary Richard Watson
- The Snowdon Ranger: Proof-reader
- Joint data protection obligations

Megan Smith

- resigned 31 July 2022

- Volunteers

Adrian Strachan

- NG15 project

Joanna Charles

- appointed 17 September 2022

- Assistant Company Secretary

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Report of the Trustees
for the Year Ended 31 December 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT - continued

Benjamin McCormick - appointed 17 September 2022
- Communications, website & social media

OFFICERS

Charles McKenzie
- Company secretary
- Legacy administration
- Statutory obligations of registered company and charity, including annual return
- Administration from registered office

Richard Watson
- Membership Secretary

Bob Zeepvat
- Editor of The Snowdon Ranger

Gareth Haulfryn Williams
- Archivist

Stephen Cheeseman
- Treasurer
- Finance, accounts, tax returns & liaison with auditors

Alec Hughes
- Volunteer Co-ordinator

Dave Kent
- President

Cedric Lodge
- Vice President

Stuart McNair
- Vice President

Wider network

No one person or body related to the Society (by this we refer to the Company, the Trust and associated companies) has the entitlement to appoint any of the charity's trustees. The Society's trustees are only appointed by the members of the Society.

The Society's relationships with its related parties do not directly impact the operating policies adopted by it as no related party can impose a policy decision or change upon it. The Society's role is to support the WHR and it does this mainly by contributing financially to duly considered requests for funds from related parties in the furtherance of those activities and objectives.

RELATED PARTY, REMUNERATION AND EXPENSES POLICY

The trustees consider the Society's key management team to comprise of the board of trustees and the senior officers as they are tasked with directing and controlling the operations of the Society on a day-to-day basis. There were no directors' remuneration, expenses or related party transactions in the year, and this confirmation is also disclosed by way of a statutory note in the accounts.

Risk management

The trustees have a duty to identify and review the risks to which the Society is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

Cymdeithas Rheilffordd Eryri
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Report of the Trustees
for the Year Ended 31 December 2022

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
03157171 (England and Wales)

Registered Charity number
1094938

Registered office
Station View
Dinas
Caernarfon
Gwynedd
LL54 5UB

Auditors
Dunn & Ellis Cyf
Statutory Auditors
St David's Building
Lombard Street
Porthmadog
Gwynedd
LL49 9AP

Bankers
Barclays Bank plc
Leicester
LE87 2BB

CAF Bank Limited
25 Kings Hill Avenue
Kings Hill
West Malling
Kent
ME19 4JQ

Metro-Bank Plc
One Southampton Row
London
WC1B 5HA

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Cymdeithas Rheilffordd Eryri also known as Welsh Highland Railway Society for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

Cymdeithas Rheilffordd Eryri

also known as

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Report of the Trustees

for the Year Ended 31 December 2022

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Society and of the incoming resources and application of resources, including the income and expenditure, of the Society for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Society will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Society and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the Society's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

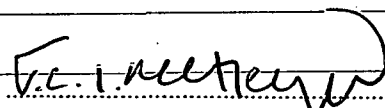
In addition to the above, the trustees confirm that they have complied with their duties as set out in Section 17(5) of the 2011 Charities Act to have due regard to the public benefit guidance published by the Charity Commission.

AUDITORS

The auditors, Dunn & Ellis Cyf Statutory Auditors, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 22nd April 2023 and signed on its behalf by:


.....

Mr T C I McKenzie – Company Secretary

Report of the Independent Auditors to the Members of
Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Opinion

We have audited the financial statements of Cymdeithas Rheilffordd Eryri also known as Welsh Highland Railway Society (the Society') for the year ended 31 December 2022 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- Give a true and fair view of the state of the Society's affairs as at 31 December 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- ~~Have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and~~
- Have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Society in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Society's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Report of the Independent Auditors to the Members of
Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- The information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- The Report of the Trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Society and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us 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 trustees' remuneration specified by law are not made; or
- We have not received all the information and explanations we require for our audit; or
- The trustees were not entitled to take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the Society for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the Society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the Society or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Report of the Independent Auditors to the Members of
Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Identifying and assessing potential risks related to irregularities

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

Identifying and assessing potential risks:

- The nature of the industry and sector, control environment and charity sector performance.
- Results of our enquiries of management, and those charged with governance about their own identification and assessment of the risks of irregularities.
- Any matters we identified, having obtained and reviewed the Society's information of its policies and procedures relating to:
 - Identifying, evaluating, and complying with laws and regulations and whether it was aware of any instances of non-compliance.
 - Detecting and responding to the risks of fraud and whether it had knowledge of any actual, suspected, or alleged fraud.
 - The internal controls established to mitigate risks of fraud or non-compliance with laws and regulations; and
 - Any matters discussed among the audit engagement team including, if relevant, external specialists, any tax or other valuations of note etc.

As a result of these procedures, we considered the opportunities and incentives that may exist within the Society for fraud and identified the greatest potential for fraud to be in relation to revenue recognition, with specific procedures being performed here. Additionally, and in common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the Society operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the Companies Act 2006, UK GAAP and any other laws and regulations that although might not have a direct effect on the financial statements, compliance with which may be fundamental to the Society's ability to operate or to avoid a material penalty.

Audit response to risks identified

Our procedures to respond to risks identified included the following:

- Reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements.
- Enquiring of management and those charged with governance concerning actual and potential litigation and claims.
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.
- Read the minutes of meetings of those charged with governance and enquire about any correspondence or issues raised with relevant regulatory bodies.

Report of the Independent Auditors to the Members of
Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

- Obtained an understanding, through discussions with management, of the basis of recognising income; and
- In addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the Society's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Society's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Society and the Society's members as a body, for our audit work, for this report, or for the opinions we have formed.



Gareth Lloyd Jones ACA FCCA DChA
(Statutory Auditor)

for and on behalf of

Dunn & Ellis Cyf
Statutory Auditors
St David's Building
Lombard Street
Porthmadog
Gwynedd
LL49 9AP

Date:

25/04/2023

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 December 2022

				31.12.22	31.12.21
	Notes	Unrestricted fund £	Unrestricted designated funds £	Restricted funds £	Total funds £
INCOME AND					
ENDOWMENTS FROM					
Donations, legacies & gift aid		78,885	1,274	6,972	87,131
Charitable activities					
Subscriptions & diamond appeal		73,590	-	-	73,590
Accommodation income		-	2,989	-	2,989
Coronavirus appeal		-	235	-	235
General appeals		-	20,335	25,980	46,315
Other trading activities	3	1,352	-	-	1,352
Investment income	4	259	-	-	259
Total		154,086	24,833	32,952	211,871
EXPENDITURE ON					
Raising funds		171	-	35	206
Charitable activities					
Donations to the Festiniog Railway Company		-	4,829	247,579	252,408
Printing, stationary, postage etc.		21,963	-	-	21,963
Accommodation costs		-	5,937	-	5,937
Governance and support		5,987	3	-	5,990
Total		28,121	10,769	247,614	286,504
NET					
INCOME/(EXPENDITURE)		125,965	14,064	(214,662)	(74,633)
Transfers between funds	13	(159,939)	(48,623)	208,562	-
Other recognised gains/(losses)					
Gains on revaluation of fixed assets		-	-	-	4,626
Net movement in funds		(33,974)	(34,559)	(6,100)	(74,633)
RECONCILIATION OF					
FUNDS					
Total funds brought forward		44,572	467,191	41,479	553,242
TOTAL FUNDS CARRIED					
FORWARD		10,598	432,632	35,379	553,242

The notes form part of these financial statements

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Balance Sheet
31 December 2022

					31.12.22	31.12.21
	Notes	Unrestricted fund £	Unrestricted designated funds £	Restricted funds £	Total funds £	Total funds £
FIXED ASSETS						
Tangible assets	8	-	230,700	-	230,700	230,700
Investments	9	<u>1</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>1</u>
		1	230,700	-	230,701	230,701
CURRENT ASSETS						
Debtors	10	18,336	121,851	2,081	142,268	133,513
Cash at bank		<u>71,430</u>	<u>80,081</u>	<u>33,320</u>	<u>184,831</u>	<u>319,331</u>
		89,766	201,932	35,401	327,099	452,844
CREDITORS						
Amounts falling due within one year	11	(44,770)	-	(22)	(44,792)	(93,505)
NET CURRENT ASSETS		<u>44,996</u>	<u>201,932</u>	<u>35,379</u>	<u>282,307</u>	<u>359,339</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		44,997	432,632	35,379	513,008	590,040
CREDITORS						
Amounts falling due after more than one year	12	(34,399)	-	-	(34,399)	(36,798)
NET ASSETS		<u>10,598</u>	<u>432,632</u>	<u>35,379</u>	<u>478,609</u>	<u>553,242</u>

The notes form part of these financial statements

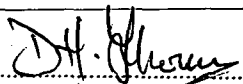
Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Balance Sheet - continued
31 December 2022

		31.12.22	31.12.21
		Total funds £	Total funds £
FUNDS	Notes 13		
Unrestricted funds:			
Uncommitted fund		10,598	44,572
Historical railway assets fund		700	700
Station View property fund		230,000	230,000
Station View maintenance fund		14,578	11,410
NG15 contingency fund		-	22,256
Small project allocations fund		25,236	29,746
NG15 Appeal		86	11,310
Third class saloon fund		150,025	150,000
Dinas facilities contingency fund		11,652	11,652
Coronavirus appeal fund		355	117
		<u>443,230</u>	<u>511,763</u>
Restricted funds:			
NG15 project fund		2,061	8,742
K1 project fund		33,318	32,737
		<u>35,379</u>	<u>41,479</u>
TOTAL FUNDS		<u>478,609</u>	<u>553,242</u>

These financial statements have been prepared in accordance with the provisions applicable to Society subject to the small companies' regime.

The financial statements were approved by the Board of Trustees and authorised for issue on
 22nd April 2023 and were signed on its behalf by:


 Mr D H Thomas - Trustee


 Mr I R King - Trustee

The notes form part of these financial statements

Notes to the Financial Statements
for the Year Ended 31 December 2022

1. STATUTORY INFORMATION

Cymdeithas Rheilffordd Eryri (the Society) is a limited company, limited by guarantee as defined by the Companies Act 2006 and is registered in England and Wales. The Society is also registered as a charity with the Charity Commission. The Society's registration numbers, and registered office address can be found in the Report of the Trustees.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the Society, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The trustees have reviewed all available information, examined the current business plan and are as certain that it is appropriate for the financial statements to be prepared on the going concern basis.

Income

Income is generally recognised in the Statement of Financial Activities once the Society has entitlement to the funds; it is probable that the income will be received, and the amount can be measured reliably.

Subscription and Society membership income are recognised according to the above criteria with the exception of amounts received and deemed to be received in advance, which are deferred until the income recognition criteria are met:

- Annual membership relating to two twelfth of the membership income is deferred until the subsequent period.
- Advanced membership receipts are deferred and released in the period to which they relate.
- Diamond Jubilee Appeal income is received for a 5-year membership period and is amortised accordingly. The Diamond Jubilee Appeal of course being a project conceived and operated by the Trust.
- Life and Associate Life membership income is deferred and amortised over a 10-year period, which is commensurate to the policy adopted by two other similar organisations.

For legacies, entitlement is taken as the earlier of the date on which either:

- the Society is notified, before probate, of a gift in a will; or
- the Society becomes aware of a gift once probate has been granted; or
- the estate has been finalised and notification has been made by the executor(s) to the Society that a distribution will be made; or
- when a distribution is received from the estate.

Where legacies have been notified to the Society and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Interest on funds held on deposit is included when receivable, which is usually on a quarterly basis and the amount, can be measured reliably by the Society; this is normally upon notification of the interest paid or payable by the bank.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

2. ACCOUNTING POLICIES - continued

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings, they have been allocated to activities on a basis consistent with the use of resources.

Charitable activities

One of the Society's main aims is to "support and promote the activities of the WHR by providing practical and financial support in all aspects of the construction, maintenance and operation of the Railway".

It does this through the allocation of its incoming resources to specific projects currently being undertaken for the WHR and when the funds are required on a specified project, the Society makes a donation from the relevant fund.

Support costs

Support costs are those functions that assist the work of the Society but do not directly undertake charitable activities. Support costs include regulatory costs, finance, publication of the periodical, postage and governance costs which support the Society's charitable programmes and activities.

Tangible fixed assets

Fixed assets are capitalised if they cost more than £1,000 and are deemed to have a useful life of more than five years. Once capitalised, qualifying assets are disclosed in line with the following policies, which the trustees have deemed appropriate in order for the financial statements to reflect a 'true and fair view'.

Freehold property

Station View was acquired in 2017 for the purpose of providing low-cost accommodation to railway volunteers, with this being one of the Society's primary objectives.

The requirements are that a tangible fixed asset, less its residual value, must be depreciated on a systematic basis over its useful economic life, however the trustees are of the view that the property has a high residual value, which will remove the need for depreciation to be charged. Instead, an annual impairment review will be undertaken, and a full revaluation will be carried out on a rolling 5-year basis, with the next revaluation being due to be reported in the 31-December-2026 financial statements.

The annual impairment review, coupled with a rolling 5-year revaluation policy is deemed to be sufficient to ensure that the departure from the Charities SORP (FRS 102), FRS 102 (effective 1 January 2019) and Companies Act 2006 requirements are not material in nature.

The historical railway assets

Those recognised at a cost are comprised of a signal box sign, a model locomotive and the Nantlle map. Although these might be considered as historically important to the railway, they are not currently considered to be heritage assets. No depreciation is provided with regards these assets, as its affect upon the financial statements is again deemed to be immaterial.

These departures from accounting standards, believed by the trustees to be necessary for a 'true and fair view' to be reported, are not deemed to be material with regard their affect upon the financial statements.

Taxation

The Society is not registered for value added tax and all transactions during the period shown are deemed to be exempt from corporation tax.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

2. ACCOUNTING POLICIES - continued

Fund accounting

Funds held by the Society are either:

Unrestricted funds

These are available to spend on activities that further any of the purposes & objects of the Society and are allocated at the discretion of the trustees.

Designated funds

These are unrestricted funds that the trustees have decided, at their discretion, to set aside to use for specific purposes.

However, should circumstances dictate that the specific project cannot be pursued, or should there be funds in excess of the required amount for its achievement, then the funds retained therein will be used to further the general aims of the Society and will be reallocated at the discretion of the trustees.

Restricted funds

These funds, which arise from grants or donations made for a specific purpose, can only be used for that particular purpose within the objects of the Society. Restrictions arise when stipulated by the donor or grantor or where funds are raised for a specified purpose. The balances of the funds represent the unspent amounts.

Concessionary loans to the company

In 2020, as part of its response to the Coronavirus outbreak, the Society lent a total of £400,000 to the Company. During the intervening period, through a combination of conversion to grants and repayments being made, the outstanding balance has been reduced to £121,851.

These loans are deemed to be repayable upon demand and are interest free.

In line with the public benefit entity provision in section 34 of FRS 102, these loans are recognised initially at cost, with repayments or conversions to grants being recognised in the applicable periods.

Voluntary assistance

The Society has no employees and many of its members give freely of their time to carry out all of the activities of the Society. These voluntary contributions are not included in the accounts.

3. OTHER TRADING ACTIVITIES

	Unrestricted	Restricted	31.12.22	31.12.21
	funds	funds	Total	Total
	£	£	£	£
Sales	379	-	379	240
Advertising revenue	973	-	973	-
	<u>1,352</u>	<u>-</u>	<u>1,352</u>	<u>240</u>

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

4. INVESTMENT INCOME

	Unrestricted funds	Restricted funds	31.12.22 Total funds	31.12.21 Total funds
	£	£	£	£
Deposit account interest	<u>259</u>	<u>-</u>	<u>259</u>	<u>13</u>

5. AUDITORS' REMUNERATION

	31.12.22 £	31.12.21 £
Fees payable to the charity's auditors for the audit of the charity's financial statements	2,775	2,552
Fees payable to the charity's auditors for other services:		
Preparation of accounts	<u>1,330</u>	<u>1,210</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

The trustees all give their time freely and there were no trustees' remuneration or other benefits received neither for the year ended 31 December 2021 nor for the year ended 31 December 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2022 nor for the year ended 31 December 2021.

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES – 2021 SoFA

(Breakdown of 2021 activity from Page15)

	Unrestricted fund £	Unrestricted designated funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations, legacies & gift aid	<u>24,987</u>	<u>4,758</u>	<u>1,677</u>	<u>31,422</u>
Charitable activities				
Subscriptions & diamond appeal	79,257	-	-	79,257
Accommodation income	-	2,366	-	2,366
Coronavirus appeal	-	1,856	-	1,856
General appeals	-	19,189	9,564	28,753
Other trading activities	240	-	-	240
Investment income	<u>13</u>	<u>-</u>	<u>-</u>	<u>13</u>
Total	<u>104,497</u>	<u>28,169</u>	<u>11,241</u>	<u>143,907</u>
EXPENDITURE ON				
Raising funds	171	-	536	707
Charitable activities				
Donations to the Festiniog Railway Company	117,405	30,284	91,457	239,146
Printing, stationary, postage etc.	18,371	-	-	18,371
Accommodation costs	-	4,865	-	4,865
Governance and support	4,382	16	-	4,398

Cymdeithas Rheilffordd Eryri
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Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES – 2021 SoFA cont/.

	Unrestricted fund £	Unrestricted designated funds £	Restricted funds £	Total funds £
Total	<u>140,329</u>	<u>35,165</u>	<u>91,993</u>	<u>267,487</u>
NET INCOME/(EXPENDITURE)	(35,832)	(6,996)	(80,752)	(123,580)
Transfers between funds	(65,729)	(2,015)	67,744	-
Other recognised gains/(losses)				
Gains on revaluation of fixed assets	-	4,626	-	4,626
Net movement in funds	(101,561)	(4,385)	(13,008)	(118,954)
RECONCILIATION OF FUNDS				
Total funds brought forward	146,133	471,576	54,487	672,196
TOTAL FUNDS CARRIED FORWARD	<u>44,572</u>	<u>467,191</u>	<u>41,479</u>	<u>553,242</u>

8. TANGIBLE FIXED ASSETS

	Freehold property £	Dinas signal box sign £	Model Locomotive £	Nantlle map £	Totals £
COST OR VALUATION					
At 1 January 2022 and 31 December 2022	<u>230,000</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>230,700</u>
NET BOOK VALUE					
At 31 December 2022	<u>230,000</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>230,700</u>
At 31 December 2021	<u>230,000</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>230,700</u>

Cost or valuation at 31 December 2022 is represented by:

	Freehold property £	Dinas signal box sign £	Model Locomotive £	Nantlle map £	Totals £
Valuation in 2021	4,626	-	-	-	4,626
Cost	<u>225,374</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>226,074</u>
	<u>230,000</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>230,700</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

8. TANGIBLE FIXED ASSETS - continued

If Station View had not been revalued it would have been included at the following historical cost:

	31.12.22	31.12.21
	£	£
Cost	<u>225,374</u>	<u>225,374</u>

Station View was valued on an open market basis as at 31 December 2021 by Dafydd Hardy (Chartered Surveyor).

~~The freehold property figure relates to the costs associated with the purchase of Station View in February 2017 and the subsequent improvements thereto and revaluation thereof.~~

In 2010, the model locomotive was given to the National Rail Museum in York on a long-term loan but is now back in Porthmadog and kept at the Harbour Station.

The signal box sign is currently being stored at a secure location in Dinas and may be put on display at Caernarfon Station.

The Nantlle map, which depicts the line between Caernarfon and Nantlle, is believed to be dated from around the mid-19th Century and is currently being kept safe by one of the trustees.

9. FIXED ASSET INVESTMENTS

	Unlisted investments £
MARKET VALUE	
At 1 January 2022 and 31 December 2022	<u>1</u>
NET BOOK VALUE	
At 31 December 2022	<u>1</u>
At 31 December 2021	<u>1</u>

~~There were no investment assets outside the UK.~~

~~The above figure consists of one £1 ordinary share in the Ffestiniog Railway Company, and the opinion of the trustees is that the market value of the share is similar to their cost.~~

10. DEBTORS

	31.12.22	31.12.21
	£	£
Amounts falling due within one year:		
Other debtors	3,130	5,024
Annual gift aid claims	8,286	6,636
Bequests	<u>9,001</u>	<u>2</u>
	<u>20,417</u>	<u>11,662</u>

Cymdeithas Rheilffordd Eryri
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Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

10. DEBTORS - continued

	31.12.22	31.12.21
	£	£
Amounts falling due after more than one year:		
Company loans	<u>121,851</u>	<u>121,851</u>
Aggregate amounts	<u>142,268</u>	<u>133,513</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.22	31.12.21
	£	£
Accrued Festiniog Railway Company donations	800	56,857
Other creditors	4,412	4,379
Deferred income	<u>39,580</u>	<u>32,269</u>
	<u>44,792</u>	<u>93,505</u>

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

	31.12.22	31.12.21
	£	£
Accruals and deferred income	<u>34,399</u>	<u>36,798</u>

13. MOVEMENT IN FUNDS

	At 1.1.22	Net movement in funds	Transfers between funds	At 31.12.22
	£	£	£	£
Unrestricted funds				
Uncommitted fund	44,572	125,965	(159,939)	10,598
Historical railway assets fund	700	-	-	700
Station View property fund	230,000	-	-	230,000
Station View maintenance fund	11,410	(2,948)	6,116	14,578
NG15 contingency fund	22,256	-	(22,256)	-
Small-project allocations fund	29,746	(4,829)	319	25,236
NG15 Appeal	11,310	21,578	(32,802)	86
Third-class saloon fund	150,000	25	-	150,025
Dinas facilities contingency fund	11,652	-	-	11,652
Coronavirus appeal fund	117	238	-	355
	511,763	140,029	(208,562)	443,230
Restricted funds				
NG15 project fund	8,742	(215,243)	208,562	2,061
K1 project fund	32,737	581	-	33,318
	41,479	(214,662)	208,562	35,379
TOTAL FUNDS	<u>553,242</u>	<u>(74,633)</u>	<u>-</u>	<u>478,609</u>

Cymdeithas Rheilffordd Eryri
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Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

13. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Uncommitted fund	154,086	(28,121)	125,965
Station View maintenance fund	2,989	(5,937)	(2,948)
Small project allocations fund	-	(4,829)	(4,829)
NG15 Appeal	21,578	-	21,578
Third class saloon fund	25	-	25
Coronavirus appeal fund	241	(3)	238
	178,919	(38,890)	140,029
Restricted funds			
NG15 project fund	32,371	(247,614)	(215,243)
K1 project fund	581	-	581
	32,952	(247,614)	(214,662)
TOTAL FUNDS	<u>211,871</u>	<u>(286,504)</u>	<u>(74,633)</u>

Comparatives for movement in funds

	At 1.1.21 £	Net movement in funds £	Transfers between funds £	At 31.12.21 £
Unrestricted funds				
Uncommitted fund	146,133	(35,832)	(65,729)	44,572
Historical railway assets fund	700	-	-	700
Station View property fund	225,374	4,626	-	230,000
Station View maintenance fund	7,910	(2,500)	6,000	11,410
NG15 contingency fund	90,000	-	(67,744)	22,256
Small project allocations fund	41,779	(16,176)	4,143	29,746
NG15 Appeal	-	11,310	-	11,310
NGG16 boiler appeal fund	8,710	(8,710)	-	-
Third class saloon fund	88,619	12,223	49,158	150,000
Dinas facilities contingency fund	5,225	(1)	6,428	11,652
Coronavirus appeal fund	3,259	(3,142)	-	117
	617,709	(38,202)	(67,744)	511,763
Restricted funds				
NG15 project fund	22,496	(81,498)	67,744	8,742
K1 project fund	31,991	746	-	32,737
	54,487	(80,752)	67,744	41,479
TOTAL FUNDS	<u>672,196</u>	<u>(118,954)</u>	<u>-</u>	<u>553,242</u>

Cymdeithas Rheilffordd Eryri
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Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

13. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
Uncommitted fund	104,496	(140,329)	-	(35,833)
Station View property fund	-	-	4,626	4,626
Station View maintenance fund	2,365	(4,865)	-	(2,500)
Small project allocations fund	19	(16,195)	-	(16,176)
NG15 Appeal	11,310	-	-	11,310
NGG16 boiler appeal fund	-	(8,710)	-	(8,710)
Third class saloon fund	12,223	-	-	12,223
Dinas facilities contingency fund	-	-	-	-
Coronavirus appeal fund	2,253	(5,395)	-	(3,142)
	132,666	(175,494)	4,626	(38,202)
Restricted funds				
NG15 project fund	10,495	(91,993)	-	(81,498)
K1 project fund	746	-	-	746
	11,241	(91,993)	-	(80,752)
TOTAL FUNDS	<u>143,907</u>	<u>(267,487)</u>	<u>4,626</u>	<u>(118,954)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.21 £	Net movement in funds £	Transfers between funds £	At 31.12.22 £
Unrestricted funds				
Uncommitted fund	146,133	90,133	(225,668)	10,598
Historical railway assets fund	700	-	-	700
Station View property fund	225,374	4,626	-	230,000
Station View maintenance fund	7,910	(5,448)	12,116	14,578
NG15 contingency fund	90,000	-	(90,000)	-
Small project allocations fund	41,779	(21,005)	4,462	25,236
NG15 Appeal	-	32,888	(32,802)	86
NGG16 boiler appeal fund	8,710	(8,710)	-	-
Third class saloon fund	88,619	12,248	49,158	150,025
Dinas facilities contingency fund	5,225	(1)	6,428	11,652
Coronavirus appeal fund	3,259	(2,904)	-	355
	617,709	101,827	(276,306)	443,230
Restricted funds				
NG15 project fund	22,496	(296,741)	276,306	2,061
K1 project fund	31,991	1,327	-	33,318
	54,487	(295,414)	276,306	35,379
TOTAL FUNDS	<u>672,196</u>	<u>(193,587)</u>	<u>-</u>	<u>478,609</u>

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

13. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
Uncommitted fund				
Station View property fund	258,582	(168,450)	-	90,132
Station View maintenance fund	-	-	-	4,626
Small project allocations fund	5,354	(10,802)	4,626	(5,448)
NG15 Appeal	19	(21,024)	-	(21,005)
NGG16 boiler appeal fund	32,888	-	-	32,888
Third class saloon fund	-	(8,710)	-	(8,710)
Dinas facilities contingency fund	12,248	-	-	12,248
Coronavirus appeal fund	-	-	-	-
	<u>2,494</u>	<u>(5,398)</u>	-	<u>(2,904)</u>
Restricted funds				
NG15 project fund	311,585	(214,384)	4,626	101,827
K1 project fund	42,866	(339,607)	-	(296,741)
	<u>1,327</u>	<u>-</u>	-	<u>1,327</u>
	<u>44,193</u>	<u>(339,607)</u>	-	<u>(295,414)</u>
TOTAL FUNDS	<u>355,778</u>	<u>(553,991)</u>	<u>4,626</u>	<u>(193,587)</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

13. **MOVEMENT IN FUNDS - continued**

Unrestricted Funds

See the Reserves Policy for full details - maintained at a higher level this year to allow greater flexibility for the trustees to respond to the challenges posed by Covid-19.

Designated Funds

Designated Funds generally are funds which have been allocated by the trustees for particular purposes within the scope of the charitable objectives, but which can, if appropriate be reallocated at the trustees' discretion.

Station View Capital Fund This represents the historical acquisition cost of Station View and its capital value is subject to periodical revaluations.

Historical Railway Assets The historical valuation of a small collection of railway heritage items donated or purchased by the Charity over the years.

NG15 appeal This being the 2021 annual appeal, held to support the restoration of NG15 locomotive number 134.

NGG16 boiler The residue of the proceeds of the 2018 annual appeal together with funds additionally allocated to this project by the trustees, the money will be paid over to the FRCo as and when work on 143's boiler is completed, and the cost claimed by the FRCo.

Third class saloon Proceeds of the 2019 and 2020 annual appeal together with funds additionally allocated to this project by the Trustees. Funds continue to accumulate during 2022. The money will be paid over to the FRCo as and when work on the carriage, provisionally numbered 2050, commences and the cost claimed by the FRCo.

Smaller Projects Allocation Allocated by the trustees to provide for small scale projects and purchases within the scope of the charitable objectives.

Station View Property Fund Net income and expenditure relating to use of Station View as volunteer accommodation.

NG15 Project Contingency Funds allocated by the trustees to support restoration of NG15 locomotive number 134. This fund is separate from the NG15 Restricted Fund but has the same purpose.

Dinas Facilities Contingency Funds allocated by the trustees to support provision of workshop space at Dinas for the use of volunteers. This fund was accumulated from legacies left to the Society.

Coronavirus Appeal Society worked with the railways' two other supporting charities, the Ffestiniog & Welsh Highland Railways Trust and the Ffestiniog Railway Society, to manage an emergency appeal on to support the railways through the Covid-19 pandemic. Funds were donated through each of the three charities.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

13. MOVEMENT IN FUNDS - continued

Restricted Funds

Restricted Funds are funds held by the Trustees and which can only be used for that specific purpose, they cannot be reallocated.

NG15

Funds held to support restoration of NG15 locomotive number 134. This fund is separate from the NG15 Designated Fund but has the same purpose.

K1

Funds held to support restoration and maintenance of the prototype Beyer Garratt locomotive K1. The locomotive is presently at Statfold Barn and no call has been made on this fund for the work done there. No immediate call on this fund is anticipated.

14. RELATED PARTY DISCLOSURES

Other than donations made in line with the objectives of the charity, there were no related party transactions for the year ended 31 December 2021 or December 2022.

15. POST BALANCE SHEET EVENTS

There are no post balance sheet events.

16. ULTIMATE CONTROLLING PARTY

The Society is a private company, limited by guarantee and consequently does not have any share capital. The ultimate control of the Society therefore resides in its members who are liable to contribute an amount not exceeding £1 towards the assets of the Society in the event of liquidation.

17. EXEMPTION FROM NAME ENDING WITH 'LIMITED' OR 'CYFYNGEDIG'

The trustees also confirm that because the Society is limited by guarantee, it is exempt, under S60 of the Companies Act 2006, from the requirement to have their registered name ending with 'Limited', 'Cyfyngedig' or any other permitted alternative.