

Company Number 3549477

Moseley Railway Trust

(Company Limited by Guarantee)

Registered Charity No. 1100827

Trustees' Report and Financial Statements

31 December 2020

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Moseley Railway Trust

Report of the Trustees

The trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st December 2020. 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 2015).

Structure, Governance and Management

The Company is governed by a Memorandum and Articles of Association, and is a company limited by guarantee. Its Directors/Trustees are appointed or proposed by existing directors, then confirmed by election at the next Annual General Meeting for a term of three years. They retire in rotation.

The Trustees who held office during the year and at the date of signing this report were as follows:-

Adam Forgham Ferrington
Alan Fryer
Richard David Grey (Deputy Chairman)
Simon Robert Lomax
Philip Charles Robinson (Chairman)
John Arthur Selwyn Rowlands

The trustees have given guarantees on the same basis as all other members of the company. The trustees have no other financial interest in the company.

The company is a member of the Heritage Railway Association, and as a railway-related organisation it places great emphasis on safety. All its trustees are signatories to its Safety Management System. Moseley Railway Trust works closely with the Apedale Heritage Centre (Registered Charity No 1072104) to develop the Apedale site and the Country Park within which they are both located. To this end a jointly owned company, Bugsworth Navigation Ltd., was set up to acquire land to be leased to the two charities. There is also consultation and collaboration with Staffordshire County Council regarding the Apedale Country Park.

The company operates a Museum Collection Policy, to seek to manage the range of artefacts which it may acquire from time to time. All items which members own and wish to include in the collection are also tested against this policy. Work is continuing to upgrade the recording of items within the Trust's care.

The company has a wholly owned subsidiary company, Apedale Valley Light Railway Ltd. This company carries on commercial activities such as special events and sales of souvenirs and donates its profits to its parent. Its figures are consolidated within these accounts.

Moseley Railway Trust

Report of the Trustees (*continued*)

After safety, the trustees consider the main risks currently to be availability of funding for capital projects, and loss of co-operation by Local Authorities in granting leases for railway construction. In respect of the former, new projects are assessed for eligibility for grant funding, and work does not commence until a funding source has been secured. In many cases this requires the membership to make good any shortfall of external funding. As regards the Local Authorities, goodwill exists, but it is necessary to be patient and not carry out work nor risk costs where there is a perceived risk that the administrative or legal processes cannot be completed.

Principal activities

The principal activity of the company is education of the public through the maintaining and running of a narrow-gauge railway (the Apedale Valley Light Railway) and museum, on land at Apedale in North Staffordshire. The company is Registered Charity No 1100827. It holds a large collection of industrial narrow-gauge locomotives, rolling stock and other items. Members of the Trust also give talks, publish books, and assist other railways in order to publicise Moseley Railway Trust and further its objectives.

During 2020 little further progress was made on the Museum Building project. A productive meeting had been held with representatives of the Heritage Lottery Fund in September 2019, and discussions are still ongoing regarding the next stages of the HLF bid process.

In 2015 the Trust made arrangements to acquire two carriages from the Ffestiniog Railway. The first coach arrived in late 2015, refurbishment of which was completed during 2017. The second coach was delivered in June 2019, and the majority of its refurbishment took place during 2020, with the balance expected to be completed during 2021.

During the year the construction of a second Storage Building was completed, at a cost of £86k, in order to ease site storage problems and better preserve the Trust's and Members' assets. There remains some work to fit out the building which will be undertaken during 2021. In addition, a major part of the work on the construction of a water tower was completed in 2020. A grant from Newcastle under Lyme Civic Society plus Members' Donations and loans have largely financed these two projects.

In 2019 a grant was received during the year from Newcastle under Lyme Civic Society to finance the purchase of the land associated with the station, from Apedale Heritage Centre, and these accounts for 2020 reflect the cost of this land purchase. In addition, during the year, the Trust came to a revised agreement with Apedale Heritage Centre over the exact terms of the lease of the station building. The trustees are hopeful that this station lease transaction will finally be completed during 2021.

Operationally, 2020 was significantly impacted by the effects of COVID-19, and the associated lockdowns. As a result, in November, the decision was taken not to run Santa Trains in 2020. Passenger trains were, however, run at weekends from August to October 2020.

Moseley Railway Trust

Report of the Trustees (continued)

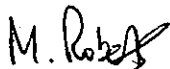
The Income and Expenditure Account loss for 2020 of £2.9k compares to a surplus of £7.9k in 2019, having been significantly impacted by the loss of Gala and Santa Train contributions, plus lower Train Fares.

The company's financial policy is for its Income and Expenditure Account, under normal circumstances, to at least break even. This relies on fund raising from its membership and from external funding bodies to supplement sales of publications, ticket sales for train rides and open days, and recharging storage costs to members whose locomotives are housed by the company. Surplus funds are directed into development of the site and railway. As described previously, the rate of progress of these developments is managed so as to match the finance available. From time to time, particular artefacts become available, and the Trust may raise or designate funds to acquire these if they comply with its Collection Policy. All monies received for specific purposes are credited to separate accounts until expended.

The Trust continued to be active during the year in providing its locomotives and rolling stock to other railways for their galas and other events, thus allowing the Trust's assets to be enjoyed by as wide an audience as possible.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies. In order to comply with SORP: Accounting and Reporting by Charities, a Statement of Financial Activities has also been included at page 8. A reconciliation of this statement to the Profit and Loss Account is shown at page 10.

By order of the Board



M Roberts
Secretary

Registered Office:
11 Ashwood Road,
Disley,
Stockport,
Cheshire,
SK12 2EL

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
MOSELEY RAILWAY TRUST (LIMITED BY GUARANTEE)**

I report on the accounts for the year ended 31st December 2020 set out on pages six to fifteen.

Respective responsibilities of trustees and examiner

The charity's trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under Section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is required.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under Section 145 of the 2011 Act
- to follow the procedures laid down in the General Directions given by the Charity Commission (under Section 145(5)(b) of the 2011 Act); and
- to state whether particular matters have come to my attention.

Basis of the independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statements below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements

- to keep accounting records in accordance with Section 386 and 387 of the Companies Act 2006; and
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of Section 394 and 395 of the Companies Act 2006 and with the methods and principles of the 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 2015)

have not been met; or

- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Darren Clark Cooper BA (Hons), F.C.A., C.T.A.
A Allen & Son Limited
45 Union Road
New Mills
High Peak
SK22 3EL

11 February 2021

Moseley Railway Trust

Profit and Loss Account

For the year ended 31 December 2020

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Turnover	48,073	76,348	46,409	68,666
Expenses	50,967	68,425	49,303	60,743
(Loss)/Profit on Ordinary Activities before taxation	<u>(2,894)</u>	<u>7,923</u>	<u>(2,894)</u>	<u>7,923</u>
Taxation	-	-	-	-
(Loss)/Profit after Tax transferred to Reserves	<u><u>(2,894)</u></u>	<u><u>7,923</u></u>	<u><u>(2,894)</u></u>	<u><u>7,923</u></u>
(Loss)/Profit is stated after charging:				
	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Independent Accountant's fee	670	695	550	575
Depreciation	19,003	18,073	19,003	18,073
Bank and PayPal charges	880	997	327	205

Moseley Railway Trust

Balance Sheet

at 31 December 2020

	Note	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Fixed Assets	3	581,302	469,714	581,302	469,714
Investments	4	13,950	14,100	14,950	15,100
Current Assets					
Stocks		7,134	8,542	4,527	5,806
Debtors	5	25,387	7,860	29,530	9,710
Cash at bank and in hand		<u>21,352</u>	<u>92,734</u>	<u>18,662</u>	<u>92,432</u>
		53,873	109,136	52,719	107,948
Creditors: amounts falling due within one year	6	<u>(36,909)</u>	<u>(36,053)</u>	<u>(36,755)</u>	<u>(35,865)</u>
Net Current Assets		16,964	73,083	15,964	72,083
Long Term Liabilities	7	<u>(20,987)</u>	<u>(5,418)</u>	<u>(20,987)</u>	<u>(5,418)</u>
Net Assets		<u>591,229</u>	<u>551,479</u>	<u>591,229</u>	<u>551,479</u>
Deferred Capital Grants	8	374,068	331,424	374,068	331,424
Restricted Funds	9	1,435	1,435	1,435	1,435
Income and Expenditure Account	10	141,706	144,150	141,706	144,150
Revaluation Account	11	<u>74,020</u>	<u>74,470</u>	<u>74,020</u>	<u>74,470</u>
Members' Funds		<u>591,229</u>	<u>551,479</u>	<u>591,229</u>	<u>551,479</u>

For the year ended 31 December 2020 the company was entitled to exemption under Section 477(2) of the Companies Act 2006.

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

The directors acknowledge their responsibility for:


i. ensuring the company keeps accounting records which comply with Section 386 and 387 of the Companies Act 2006 and:

ii. preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year, and of its profit or loss for the financial year, in accordance with the requirements of section 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as is applicable to the company.

The accounts have been prepared in accordance with the special provisions in Part 15 of the Companies Act 2006 relating to small companies.

These financial statements were approved by the board of directors on 13 February 2021 and were signed on its behalf by:


P C Robinson
Director


A F Ferrington
Treasurer

The notes on pages 8 to 14 form part of the Financial Statements.

Moseley Railway Trust

Statement of Financial Activities

For the year ended 31 December 2020

	Note	Unrestricted Funds £	Restricted Funds £	Total £
INCOMING RESOURCES				
Membership Subscriptions		3,048	-	3,048
Donations and Gift Aid in Cash		13,476	53,939	67,415
Retail Sales Contribution	1	2,968	-	2,968
Storage recharged to Members		5,183	-	5,183
Train Fare Income		6,838	-	6,838
Other Income		1,414	-	1,414
Total Incoming Resources		32,927	53,939	86,866
RESOURCES EXPENDED				
Direct Charitable Expenditure	2	37,538	-	37,538
Special Event Costs		1,048		1,048
Management and Administration of the Charity	3	8,530	-	8,530
Total Resources Expended		47,116	-	47,116
Net Resources Expended	4	(14,189)	53,939	39,750
Members' Funds brought forward		550,044	1,435	551,479
Transfers relating to Capital Expenditure		53,939	(53,939)	-
Members' Funds carried forward		589,794	1,435	591,229

Moseley Railway Trust

Notes to the Statement of Financial Activities

1. Retail Sales Contribution	£
Sales	6,818
Less Cost of Sales	3,850
	<u>2,968</u>
 2. Direct Charitable Expenditure	
Insurance	2,814
Rent, Electricity and Property Maintenance	5,334
Equipment Maintenance	8,549
Fuel	1,218
Maintenance Reserve	620
Depreciation	19,003
	<u>37,538</u>
 3. Management and Administration of the Charity	
Membership Administration	1,623
Marketing and Publicity	4,041
Accountant's Fee	670
Telephone	416
Heritage Railway Association Membership	200
Legal Fees	0
Bank and PayPal Charges	880
Administration and Miscellaneous	700
	<u>8,530</u>
 4. Reconciliation to Profit and Loss Account	
Net Incoming Resources as above	39,750
Add: Deferred Capital Grants released	11,295
Deduct: Donations to Restricted Funds	(53,939)
Capital Grants	-
	<u>(2,894)</u>
 (Loss) on Ordinary Activities before Taxation	

Moseley Railway Trust

Notes to the Accounts

(forming part of the financial statements)

1. Accounting Policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Basis of Preparation

The financial statements of the charitable company, 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 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' EFA, the and the Companies Act 2006.

In preparing the financial statements it has been assumed that the company will continue to trade. The validity of this statement is dependent on the continued support of its members, who have indicated that they will continue to support the company.

Turnover

Turnover represents the amounts derived from the provision of goods and services to customers, and of unrestricted donations received, during the year.

Incoming Resources

All incoming resources are included in the Statement of Financial Activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy.

Resources Expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs relating to that 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.

Depreciation

No depreciation is currently charged on fixed assets which are either museum artefacts or other railway equipment whose value is being maintained by their restoration and storage. All other plant and equipment is written off over periods of four to twenty years, which represent its estimated economic life.

Grants and Donations

Separate individual Restricted Funds are created for grants and donations specified by their funders for the purchase of fixed assets. Monies are held here until they are expended. They are then transferred to Deferred Capital Grants and released to the Income and Expenditure Account over the life of the related assets.

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Notes (continued)

2. Remuneration of Directors

No director received any emoluments.

3. Fixed Assets - Group and Company

	Leasehold Land and Buildings £	Plant and Equipment £	Exhibits Owned by Company £	Exhibits on Loan to Company £	Total £
Tangible Assets					
COST					
At start of year	228,001	122,146	290,066	2,810	643,023
Additions	118,611	11,980	-	-	130,591
Disposals	-	-	-	-	-
At end of year	<u>346,612</u>	<u>134,126</u>	<u>290,066</u>	<u>2,810</u>	<u>773,614</u>
DEPRECIATION					
At start of year	101,434	67,875	4,000	-	173,309
Charge for year	11,245	7,308	450	-	19,003
Eliminated on disposals	-	-	-	-	-
At end of year	<u>112,679</u>	<u>75,183</u>	<u>4,450</u>	<u>-</u>	<u>192,312</u>
Net book value 2019	126,567	54,271	286,066	2,810	469,714
Net book value 2020	233,933	58,943	285,616	2,810	581,302

4. Investments

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Shares in Joint Venture Company (Bugsworth Navigation Ltd)	10,000	10,000	10,000	10,000
Loan to Bugsworth Navigation Ltd	3,950	4,100	3,950	4,100
Shares in Subsidiary Company	-	-	1,000	1,000
	<u>13,950</u>	<u>14,100</u>	<u>14,950</u>	<u>15,100</u>

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Notes (continued)

4. Investments (continued)

		2020	2019
Bugsworth Navigation Ltd.			
Nature of business: leasing of land and buildings			
Class of shares:			
Ordinary shares of £250 each	Holding	50.00%	50.00%
		£	£
Aggregate Capital and Reserves		20,004	20,002
Profit/ (Loss) for the financial year		4	5
		<u> </u>	<u> </u>

Apedale Valley Light Railway Ltd.

Nature of business: Railway events and sales

Class of shares:

Ordinary shares of £1 each	Holding	100.00%	100.00%
		£	£
Aggregate capital and reserves		1,000	1,000
Profit/(Loss) for the financial year		-	-
		<u> </u>	<u> </u>

5. Debtors

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Amounts due from Third Parties	22,393	6,273	22,393	6,166
Amount due from Subsidiary Company	-	-	4,143	1,957
Prepaid Expenses	<u>2,994</u>	<u>1,587</u>	<u>2,994</u>	<u>1,587</u>
	<u>25,387</u>	<u>7,860</u>	<u>29,530</u>	<u>9,710</u>

6. Creditors: amounts falling due within one year

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Creditors and Accruals	30,271	33,067	30,117	32,879
Amount due to				
Bugsworth Navigation Ltd	367	-	367	-
Income received in advance	<u>6,271</u>	<u>2,986</u>	<u>6,271</u>	<u>2,986</u>
	<u>36,909</u>	<u>36,053</u>	<u>36,755</u>	<u>35,865</u>

Moseley Railway Trust

Notes (continued)

7. Long term liabilities – Group and Company

	2020 £	2019 £
Loans from Members repayable between 1 and 2 years	13,000	-
Loan from Third Party repayable between 1 and 2 years	1,119	1,273
Loan from Members repayable between 2 and 5 years	4,000	-
Loan from Third Party repayable between 2 and 5 years	58	1,335
Liability in respect of Loaned Fixed Assets	<u>2,810</u>	<u>2,810</u>
	<u>20,987</u>	<u>5,418</u>

The loans are unsecured.

The liability to Lenders of Fixed Assets will crystallise only if the owners recall the items concerned.

8. Deferred Capital Grants – Group and Company

	2020 £	2019 £
At start of year	331,424	322,270
Received from Funders	-	-
Transferred from Restricted Funds	53,939	20,500
Released to Profit and Loss Account	(11,295)	(11,346)
At end of year	<u>374,068</u>	<u>331,424</u>

9. Restricted Funds – Group and Company

	Storage Building	Water Tower	10hp Ruston	Other Funds	Total
	£	£	£	£	£
At start of year	-	-	1,435	-	1,435
Donations received during the year	39,189	12,500	-	2,250	53,939
Transfer to Deferred Capital Grants	(39,189)	(12,500)	-	(2,250)	(53,939)
At end of year	<u>-</u>	<u>-</u>	<u>1,435</u>	<u>-</u>	<u>1,435</u>

Moseley Railway Trust

Notes (continued)

10. Profit and Loss Account - Group and Company

	2020 £	2019 £
At start of year	144,150	135,777
(Loss)/Profit for year	(2,894)	7,923
Transfer from Revaluation Account	450	450
At end of year	<u>141,706</u>	<u>144,150</u>

11. Revaluation Account - Group and Company

	2020 £	2019 £
At start of year	74,470	74,920
Fixed Assets Donated during the year	-	-
Fixed Assets Disposed of during the year	-	-
Released to Profit and Loss Account	(450)	(450)
At end of year	<u>74,020</u>	<u>74,470</u>

12. Capital Commitments - Group and Company

	2020 £	2019 £
Authorised and contracted	-	-
Authorised, not contracted	4,000	13,000
	<u>4,000</u>	<u>13,000</u>

Moseley Railway Trust

Detailed Income and Expenditure Account

For the year ended 31 December 2020

	Group 2020 £	Group 2019 £
Income		
Shop Sales	6,818	10,743
Storage Charges to Members	5,183	5,156
Donations from Members	2,929	6,743
Other Donations	8,652	8,363
Gift Aid Refunds	1,896	1,686
Annual Subscriptions	3,048	2,979
Gala Receipts	0	5,724
Santa Train Receipts	0	11,350
Party Visits	540	1,096
Train Fares	6,298	9,923
NGRS Rent Receivable	1,414	1,239
Deferred Capital Grants Released	11,295	11,346
	-----	-----
Total Income	48,073	76,348
	=====	=====
Expenditure		
Cost of Shop Sales	3,850	6,746
Insurance	2,814	1,299
Rent and Electricity	5,334	5,708
Loco, Stock and Plant & Permanent Way Maintenance	8,550	10,956
Fuel	1,218	2,496
Maintenance Reserve	620	1,915
Gala and Other Event Costs	1,048	5,078
Santa Train Costs	0	5,218
Membership Administration	1,623	1,723
Legal and Professional Fees	670	1,182
Marketing and Publicity	4,041	5,723
Administration and Miscellaneous	1,316	1,311
Bank and PayPal Charges	880	997
Depreciation of Buildings and Equipment	19,003	18,073
	-----	-----
Total Expenditure	50,967	68,425
	=====	=====
(Deficit)/Surplus for year transferred to Reserves	(2,894)	7,923
	=====	=====