

RHYL STEAM PRESERVATION TRUST

**UNAUDITED ACCOUNTS FOR YEAR ENDED
31st DECEMBER 2021**

Charity Registration No. 1103953

RHYL STEAM PRESERVATION TRUST

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RHYL STEAM PRESERVATION TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31ST DECEMBER 2021

LEGAL AND ADMINISTRATIVE INFORMATION

Charity Registration No.	1103953	
Accredited Museum No.	2263	
Operational Address	Central Station Marine Lake Wellington Road Rhyl LL18 1AQ	
Administrative Office	10 Cilnant Mold Flintshire CH7 1GG	
Trustees	Leslie Hughes Simon T Townsend LLB Carol Hughes Justin D Bell Lucille Green Louise Webster Cllr Joan Butterfield (resigned 23/06/2021)	Chairman Secretary
Independent Examiners	DSG Unit 5 Evolution House Lakeside Business Park St David's Park Estate Ewloe Flintshire CH5 3XP	
Bankers	Lloyds Bank Plc 22 Mostyn Street Llandudno Gwynedd LL30 2RU	

RHYL STEAM PRESERVATION TRUST

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

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document and Charitable Status

The Trust's governing document is its Trust Deed dated 18th July 2000. Charitable status was granted on 26th May 2004.

Recruitment and Appointment of Trustees

Trustees with appropriate skills are appointed by the existing Trustee body. Trustees reaffirm annually that they wish to continue to hold office. Where no reaffirmation is received this is taken to mean that they wish to resign. The Trustees have resolved that ownership of some locomotives and stock shall revert to the Hughes family in the event that the Trust should ever be wound up.

Trustee Induction and Training

Prospective Trustees are asked to review the Charity Commission's leaflet CC3 concerning the responsibilities of Charity Trustees. The present Trustees have wide experience within business, local government and the professions.

Risk Management

The Trustees have reviewed the major risks faced by the charity. Railway operating risks have been analysed in a risk assessment document and are covered by the Trust's public liability insurance policy for claims of up to £5,000,000.

The Trust's building 'Central Station' opened to the public in May 2007. The financial risks facing the Trust now arise from maintainance and operation costs of its infrastructure. The Trustees continue to monitor these risks and to offset them wherever possible.

Organisational Structure

Most day to day financial activities of the Trust are managed by its Secretary, with frequent input from other Trustees and from members of the support organisation 'Friends of Rhyl Miniature Railway'. The Trustees aim to meet formally three or four times a year, to decide upon the strategic direction of the Trust.

Related Parties

A Trustee has made a loan to the Trust, totalling to date £30 (2020: £39) . No interest is charged and there are no terms for repayment.

OBJECTIVES AND ACTIVITIES

Objects

The Trust's objects are:

To preserve and operate the historic miniature steam trains on the Rhyl Miniature Railway, at Marine Lake in the County of Denbighshire, for the benefit and education of future generations.

Public Benefit

The Trustees are confident that the charitable aims of the Trust satisfy the principles of public benefit as defined in the Charities Act 2011.

The Trustees ensure that nobody is excluded from the benefits of the Trust's activities. This is achieved by low fares for train rides, and free admission to the Trust's other facilities. We also provide access to our building and to train rides consistent with the Equality Act.

RHYL STEAM PRESERVATION TRUST

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

ACHIEVEMENTS AND PERFORMANCE

Mission Statement

The Trust's mission statement is:

To advance education of the public about the history of Rhyl Miniature Railway, through the continued operation of heritage steam trains, and in the context of

- Other similar miniature railways
- Marine Lake fairground and other local fairgrounds
- Main line railways to Rhyl.

To achieve this through promoting greater access to our collection, that involves adults, children, families and schools of all cultures, genders and abilities.

Railway Operations 2021

The railway's 2021 operating season opened on 1st May, dates before that having been omitted because of Covid 19 restrictions. During the summer in particular Marine Lake and the railway were very busy due to people taking 'staycations' in North Wales.

Almost all of our passengers this year travelled in enclosed coaches remaining in their own group. Around the station we had a one way system together with hand sanitisers and facilities to register attendance for NHS Test and Trace. Only during the August Bank Holiday did we run two trains instead of one.

The only special event that we ran during 2021 was at Christmas. This year all of our Santa trains ran as intended and 801 children visited Santa at Central Station.

The railway continues to benefit from the support of volunteers from the 'Friends of Rhyl Miniature Railway'. The Trust's two part time staff were employed as usual between Easter and September.

During Spring 2021 we reassembled our locomotive Joan using the repaired boiler and new steam fittings. On 5th May Joan passed its boiler examination and after that was able to enter passenger service alongside similar locomotive Railway Queen. Maintenance work has continued on both locos as is often the case with steam locomotives. Our locomotive Cagney returned to the railway in working order on 17th April, when it was exchanged with Michael as that loco needs boiler repairs. Cagney left us again in mid May and has spent the 2021 season on loan to two other railways.

FINANCIAL REVIEW

Review of the Year

The early part of the financial year was dominated by uncertainty again about Covid 19. Matters were helped when we received a grant to compensate us for loss of turnover during December 2020, and that was followed by two further covid-related grants; in total we received £10,000 from Welsh Assembly Government (via Denbighshire County Council).

Once we did reopen to the public customer demand proved to be high, which helped us financially. Shop sales of equipment for 'crabbing' showed still further growth during 2021; the quantities sold had to be seen to be believed.

High customer demand combined with less capital investment in locomotives than in other recent years have lead the Trust to have higher closing reserves than usual.

RHYL STEAM PRESERVATION TRUST

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

FINANCIAL REVIEW

Reserves policy

Many of the railway's annual costs (including insurance, inspection and publicity) are incurred before the beginning of each operating season. The policy of the Trust is to build up sufficient reserves to enable at least these costs to be borne each year without the use of borrowing. The Trustees intend to take every future opportunity to increase unrestricted reserves.

Unrestricted reserves of the Trust at 31st December 2021 amounted to £232,896. Bank balances totalled £83,153, higher than the Trust has achieved at the end of any past financial year.

PLANS FOR FUTURE PERIODS

There was a very small team running the railway during 2021, and clearly for a sustainable future the available pool of skilled time needs to be increased.

The Trust's five year plan has identified a need for better volunteer facilities and for storage areas inside 'Central Station' which are bigger and more easily accessible. The Trustees intend to discuss these issues further, but our short term priorities have been maintaining our railway equipment and on resilience during the period of the virus.

COVID-19

The consequences for the Trust of Covid 19 during 2021 are discussed in the report above.

It is expected that the 2022 season will again be subject to uncertainty due to the prevailing regulations caused by Covid 19.


INDEPENDENT EXAMINER

Messrs DSG were appointed as the Trust's independent examiners during the year and have expressed their willingness to continue in that capacity if so required.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's trust deed, the Charities Act 2011 and "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)".

Adopted by the Trustees at their meeting dated

25/10/22

S.T.T. 
TRUSTEE

**INDEPENDENT EXAMINERS' REPORT
TO THE TRUSTEES OF RHYL STEAM PRESERVATION TRUST**

YEAR ENDED 31st DECEMBER 2021

I report to the Trustees on my examination of the accounts of the Rhyl Steam Preservation Trust (the Trust) for the year ended 31st December 2021.

This report is made solely to the charity's trustees, as a body, in accordance with section 145 of the Charities Act 2011. My work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in this 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 charity and the charity's trustees as a body, for my work, for this report, or for the opinions I have formed.

Responsibilities and basis of report

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

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

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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

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

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



Jean Ellis BA FCA CTA
DSG
Chartered Accountants
Unit 5 Evolution House
Lakeside Business Park
St David's Park Estate
Ewloe
Flintshire CH5 3XP

Date: 25 October 2022

RHYL STEAM PRESERVATION TRUST

STATEMENT OF FINANCIAL ACTIVITIES YEAR ENDED 31st DECEMBER 2021

	Note	Restricted Fund - Building Project £	Restricted Fund - Locomotive Projects £	Restricted Fund - Gateway Project £	Unrestricted Funds £	Total 2021 £	Total 2020 £
Income from:							
Charitable activities							
Fares - normal days		-	-	-	78,217	78,217	38,815
Fares - special events		-	-	-	13,028	13,028	3,106
Donations - cash	3	-	-	-	391	391	284
Donations - kind	3	-	-	-	-	-	-
Grants	4	-	-	-	10,122	10,122	30,622
Other trading activities							
Shop income		-	-	-	53,667	53,667	26,346
Investments	5	-	-	-	1	1	13
Total Income	2.3	-	-	-	155,426	155,426	99,186
Expenditure on:							
Raising funds							
Cost of shop purchases		-	-	-	35,262	35,262	12,966
Charitable activities:							
Railway operating costs	6	-	-	-	47,981	47,981	53,992
Depreciation		26,137	850	705	19,212	46,904	41,142
Governance costs	7	-	-	-	1,070	1,070	1,052
Total Expenditure		26,137	850	705	103,525	131,217	109,152
Net (Expenditure) / Income	8	(26,137)	(850)	(705)	51,901	24,209	(9,966)
Total funds at 1 January		535,123	850	1,410	180,995	718,378	728,344
Total funds at 31 December		508,986	-	705	232,896	742,587	718,378

RHYL STEAM PRESERVATION TRUST

BALANCE SHEET

YEAR ENDED 31st DECEMBER 2021

	Note	2021		2020	
		£	£	£	£
FIXED ASSETS					
Tangible Assets	10				
Station building project	2.5		398,971		402,470
Station building improvements	2.5		1,044		2,089
Plant and equipment	2.5		87,432		94,048
Heritage assets	2.5		166,102		166,102
			<u>653,549</u>		<u>664,709</u>
CURRENT ASSETS					
Stock	2.6	5,405		6,300	
Debtors	11	1,560		1,560	
Bank		<u>83,153</u>		<u>46,848</u>	
		90,118		54,708	
CURRENT LIABILITIES					
Creditors	12	<u>(1,080)</u>		<u>(1,039)</u>	
NET CURRENT ASSETS			89,038		53,669
TOTAL NET ASSETS			<u>742,587</u>		<u>718,378</u>
THE FUNDS OF THE CHARITY					
Unrestricted funds			232,896		180,995
Restricted funds	2.7, 14		509,691		537,383
TOTAL CHARITY FUNDS			<u>742,587</u>		<u>718,378</u>

Approved at a meeting of the Trustees on

25/10/22

L Hughes

Trustee

S Townsend

Secretary

RHYL STEAM PRESERVATION TRUST

NOTES TO THE ACCOUNTS

YEAR ENDED 31st DECEMBER 2021

1 Charity information

The Rhyl Steam Preservation Trust is an unincorporated charity whose trust deed was adopted on 18 July 2000. The principal address is shown on page 1 of the trustees' report.

2 Accounting policies

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and in the preceding year.

2.1 Basis of accounting

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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 Trust constitutes a public benefit entity as defined by FRS102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

Except for Heritage Assets the accounts have been prepared under the historical cost convention with items recognised at cost or transaction value.

2.2 Fund accounting

- Unrestricted funds are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity.
- Restricted funds are subject to restrictions on their expenditure imposed by the donor or through the terms of an appeal.

2.3 Income

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amounts can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- Train fare and shop income from the Trust's activities is recognised upon receipt.
- Money donations are recognised on receipt; gift aid is recognised on receipt.
- Donated assets are included at the value to the charity when this can be quantified. The value of services provided by volunteers has not been included in these accounts.
- Investment income is included when receivable.
- Incoming resources from grants, where related to specific projects, are accounted for as the charity earns the right to consideration by its performance.

2.4 Expenditure

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be recovered, and is reported as part of the expenditure to which it relates.

2.5 Tangible fixed assets

- The station building and museum entered use during 2007. Depreciation of the leasehold building has been provided to write off its cost over the remaining life of the lease, and charged to the relevant fund.
- Purchased plant and equipment is depreciated on a straight line basis over its estimated useful life of three to ten years.
- Heritage assets donated to the Trust during 2006 have been included in the balance sheet at values which were assessed independently during 2004/2005. The assets concerned are miniature railway locomotives and rolling stock circa eighty years old. Additions to heritage assets are stated at cost. No depreciation is charged due to the nature of the asset. The values of these assets are subject to annual impairment reviews by the Trustees.

RHYL STEAM PRESERVATION TRUST

NOTES TO THE ACCOUNTS (CONTINUED) YEAR ENDED 31st DECEMBER 2021

2 Accounting policies (continued)

2.6 Stocks

Stocks are valued at the lower of cost and net realisable value.

2.7 Restricted funds

Balances on restricted funds created by grants and donations received for capital projects will be released to unrestricted funds against depreciation of the relevant assets.

2.8 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

3 Donations

	Restricted Funds £	Unrestricted Funds £	Total 2021 £	Total 2020 £
Donations and gifts - cash & gift aid	-	391	391	284

4 Grant income

	Restricted Funds £	Unrestricted Funds £	Total 2021 £	Total 2020 £
Other	-	10,122	10,122	30,622

Grants receivable during 2021 were Welsh Government £10,000, Rhyl Town Council, £122 (2020:

5 Investment income

	Restricted Funds £	Unrestricted Funds £	Total 2021 £	Total 2020 £
Bank interest	-	1	1	13

RHYL STEAM PRESERVATION TRUST

NOTES TO THE ACCOUNTS (CONTINUED) **YEAR ENDED 31st DECEMBER 2021**

6 Expenditure on charitable activities

	Restricted Funds £	Unrestricted Funds £	Total 2021 £	Total 2020 £
Railway Operating Costs				
Coal and oil	-	3,283	3,283	1,866
Inspection fees	-	1,018	1,018	1,030
Wages	-	17,059	17,059	22,686
Insurance	-	6,240	6,240	6,174
Electricity	-	2,168	2,168	2,663
Telephone and alarm maintenance	-	1,533	1,533	1,916
Water rates	-	761	761	460
Rent and rates	-	367	367	367
Repairs and maintenance	-	6,206	6,206	4,889
Special event costs	-	4,351	4,351	2,141
Leaflets and advertising	-	2,609	2,609	2,917
Sundries, museum equipment and consultancy	-	2,386	2,386	6,883
	-	47,981	47,981	53,992

7 Governance costs

	Restricted Funds £	Unrestricted Funds £	Total 2021 £	Total 2020 £
Independent examiner's fee	-	1,070	1,070	1,052

8 Net income for the year

	2021 £	2020 £
This is stated after charging:		
Depreciation	46,904	41,142
Independent examiner's remuneration	1,070	1,052

None of the trustees or any persons connected with them received any remuneration or were reimbursed expenses during the year (2020: nil).

RHYL STEAM PRESERVATION TRUST

NOTES TO THE ACCOUNTS (CONTINUED) **YEAR ENDED 31st DECEMBER 2021**

9 Staff costs

	2021 £	2020 £
Wages and salaries	16,710	22,065
Social security costs	-	-
Other pensions costs	349	621
	<u>17,059</u>	<u>22,686</u>

The average number of persons employed by the charity during the year was as follows:

	2021 No	2020 No
Full time equivalent staff	<u>1</u>	<u>1</u>

10 Tangible assets

	Station Building Project £	Building Improve- ments £	Plant and Equipment £	Heritage Assets £	Total £
Cost or valuation					
at 1st January 2021	778,046	10,449	197,971	166,102	1,152,568
Additions at cost during the year	25,000	-	10,744	-	35,744
Additions at valuation during the year	-	-	-	-	-
Disposals	-	-	-	-	-
Balances at 31st December 2021	<u>803,046</u>	<u>10,449</u>	<u>208,715</u>	<u>166,102</u>	<u>1,188,312</u>
Depreciation					
at 1st January 2021	375,576	8,360	103,923	-	487,859
Charge for the year	28,499	1,045	17,360	-	46,904
Disposals	-	-	-	-	-
Balances at 31st December 2021	<u>404,075</u>	<u>9,405</u>	<u>121,283</u>	<u>-</u>	<u>534,763</u>
Net Book Value					
At 31st December 2021	<u>398,971</u>	<u>1,044</u>	<u>87,432</u>	<u>166,102</u>	<u>653,549</u>
At 31st December 2020	<u>402,470</u>	<u>2,089</u>	<u>94,048</u>	<u>166,102</u>	<u>664,709</u>

The station building project is located on land leased for a period of thirty years from 8th March 2006.

RHYL STEAM PRESERVATION TRUST

NOTES TO THE ACCOUNTS (CONTINUED) **YEAR ENDED 31st DECEMBER 2021**

11 Debtors

	Total 2021 £	Total 2020 £
Prepayments	1,560	1,560
	<u>1,560</u>	<u>1,560</u>

12 Creditors: amounts falling due within one year

	Total 2021 £	Total 2020 £
Interest free loan from Trustee	30	39
Accruals	1,050	1,000
	<u>1,080</u>	<u>1,039</u>

13 Analysis of net assets between funds

Year ended 31 December 2021

	Restricted Funds Building Project £	Restricted Funds Locomotive Fund £	Restricted Fund - Gateway Project £	Unrestricted Funds £	Total £
Tangible fixed assets	508,986	-	705	143,858	653,549
Stock	-	-	-	5,405	5,405
Debtors	-	-	-	1,560	1,560
Bank	-	-	-	83,153	83,153
Creditors due within one year	-	-	-	(1,080)	(1,080)
Creditors due in more than one year	-	-	-	0	0
	<u>508,986</u>	<u>0</u>	<u>705</u>	<u>232,896</u>	<u>742,587</u>

Year ended 31 December 2020

	Restricted Funds Building Project £	Restricted Funds Locomotive Fund £	Restricted Fund - Gateway Project £	Unrestricted Funds £	Total £
Tangible fixed assets	535,123	850	1,410	127,326	664,709
Stock	-	-	-	6,300	6,300
Debtors	-	-	-	1,560	1,560
Bank	-	-	-	46,848	46,848
Creditors due within one year	-	-	-	(1,039)	(1,039)
Creditors due in more than one year	-	-	-	0	0
	<u>535,123</u>	<u>850</u>	<u>1,410</u>	<u>180,995</u>	<u>718,378</u>

RHYL STEAM PRESERVATION TRUST

NOTES TO THE ACCOUNTS (CONTINUED) YEAR ENDED 31st DECEMBER 2021

14 Restricted funds

Monies received by way of capital funding for the station building project have been credited to the station building project fund. Following completion of the project an annual depreciation charge for the building is being charged to the fund. The effect of the policy will be to reduce the balance of the fund to zero over the same period as the fixed asset concerned.

Monies received by way of capital funding for the restoration of locomotives have been credited to the locomotive projects fund. Following completion of each project an annual depreciation charge for the locomotive is being charged to the fund. The effect of the policy will be to reduce the balance of the fund to zero over the same period as the fixed asset concerned.

Monies received by way of capital funding for the Museum Gateway project have been credited to the Gateway Project fund. The main item funded this way was a wooden canopy which enhances the approach to Central Station. The depreciation charge on these items is being charged to the fund. The effect of the policy will be to reduce the balance of the fund to zero over the same period as the fixed assets concerned.

Year ended 31 December 2021

	Balance at 1 January 2021 £	Incoming resources £	Transfer re depreciation £	Balance at 31 December 2021 £
Station building and museum project	535,123	-	(26,137)	508,986
Locomotive Projects Fund	850	-	(850)	-
Gateway Project Fund	1,410	-	(705)	705
	<u>537,383</u>	<u>-</u>	<u>(27,692)</u>	<u>509,691</u>

Year ended 31 December 2020

	Balance at 1 January 2020 £	Incoming resources £	Transfer re depreciation £	Balance at 31 December 2020 £
Station building and museum project	561,260	-	(26,137)	535,123
Locomotive Projects Fund	2,380	-	(1,530)	850
Gateway Project Fund	2,115	-	(705)	1,410
	<u>565,755</u>	<u>-</u>	<u>(28,372)</u>	<u>537,383</u>

15 Related party transactions

During 2021 the Trust paid £25,000 to L Hughes, a Trustee, as reimbursement for costs incurred concerning the Trust's property Central Station.

During 2021, the Trust paid £84,000 to Mr S Townsend, a Trustee, to reimburse direct charitable expenditure of £83,987. The Trust owed £30 to Mr Townsend at the year end.