

Registered Charity: 1123521

Company Number: 06502248

LMS-Patriot Company Limited
(A company limited by guarantee)

Financial Statements

For the Year Ended
31st March 2024

LMS-Patriot Company Limited

Financial Statements

for the year ended 31 March 2024

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LMS-Patriot Company Limited

Report of the Trustees for the year ended 31 March 2024

The trustees are pleased to present their annual directors' report together with the financial statements of the charity for the year ending 31 March 2024 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, 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 (FRS102) published in October 2019.

Name: LMS-Patriot Company Limited

Registered Company Number: 06502248

Registered Charity Number: 1123521

Registered Office: Civic Centre
Riverside
Stafford
Staffordshire
ST16 3AQ

Principal Office: Civic Centre
Riverside
Stafford
Staffordshire
ST16 3AQ

Independent Auditor: Richard Stonier
Deans
Chartered Accountants
Gibson House
Hurricane Court
Hurricane Close
Stafford ST16 1GZ

Bankers: CAF Bank Ltd
25 Kings Hill Avenue
Kings Hill
West Malling
Kent
ME19 4JQ

LMS-Patriot Company Limited
Report of the Trustees
for the year ended 31 March 2024

Trustees and Directors:

The directors of the charitable company (the charity) are its trustees for the purpose of charity law and throughout this report are collectively referred to as the trustees.

Trustees serving during the year were as follows:

A R Laws	
R M Sant	Secretary
J Hastings-Thomson	
D P Tuffin	
N Collinson	Treasurer
C M Hall	Chair
K H Riches	
J Elson	
R Bateman	

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the financial statements in accordance with applicable law and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102).

Law applicable to charitable companies 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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 Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company 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 charitable company 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.

LMS-Patriot Company Limited

Report of the Trustees for the year ended 31 March 2024

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Documents

LMS-Patriot Company Limited is a company limited by guarantee governed by its Memorandum and Articles of Association as amended on 12th November 2011. Anyone over the age of 16 can become a member of the company. The members of the company each agree to contribute the sum of £1 in the event of the company winding up.

The Trustees shall be appointed to serve for three years and shall be eligible to stand for re-election at that time.

Trustee Induction and Training

New trustees undergo a training process to explain to them their statutory obligations under charity and company law, the Memorandum and Articles of Association, the organisational structure and decision making process. Trustees are encouraged to attend suitable external events, where these will enhance the substance and quality of their role. All trustees, both existing and newly appointed are required to confirm that they have read and understood, the Charity Commission booklet CC3A, "The Essential Trustee" and CC3 "The Essential Trustee, what you need to know"

Organisation

The board of trustees, which shall number a minimum of three with no maximum numbers, administers the charity. The board meets between four and six times a year.

RISK MANAGEMENT

The trustees have a risk management strategy which comprises a formal review of the risks faced and the development and implementation of procedures designed to mitigate the effects of those risks should they materialise. A trading company, Patriot Enterprises Limited, has been incorporated, through which the LMS Patriot, once completed, will be hired out to generate funds for repayment of the boiler loans due in 2028 and for the ongoing programme of maintenance. A formal review of the risks facing the Charity is undertaken annually.

Generally the board has adopted the principles of the Code of Governance to allow it to meet for openness and transparency.

OBJECTIVES AND ACTIVITIES

The purpose of the charity is to advance the education of the public in relation to the Patriot class of railway engines and particularly the dedication of the class name in remembrance of the railway employee casualties of war. To do this we attend as many railway sales events as we can, give a large number of talks and presentations to interested railway societies, and encourage Members to bring along friends and family – who are not Members!

To further that objective the activities for the year continue to be:-

To build, maintain, exhibit and operate locomotives of historic or scientific importance and in particular (but not limited to) a Fowler Patriot Class mixed traffic steam locomotive.

To encourage and facilitate knowledge of the history of the Patriot Class of railway locomotives, including the dedication of the class name in remembrance of the railway employee casualties of war with particular reference to the London, Midland and Scottish Railway and its constituent companies and British Railways and its constituent companies.

In setting our objectives and planning our activities, the Trustees have given careful consideration to the Charity Commission's general guidance on public benefit. All of our activities are undertaken to further our charitable activities for the public benefit.

LMS-Patriot Company Limited

**Report of the Trustees
for the year ended 31 March 2024**

ACHIEVEMENTS FOR THE YEAR 2023-24

The year ending 31 March 2024 was another momentous year in the history of our Project.

On the plus side, our income for the year exceeded all reasonable expectations. We posted a gross income of £328,000, 33% better than our budget forecast and our previous year's performance. This bucked the trend in recent years of gradual income decline, delivering our best result since March 2020. Regular donations had held up reasonably well but the improvement was driven by legacies, boiler loan donations and significant one-off donations, none of which could not readily be forecast.

This was all the more remarkable considering the adverse developments on the project in the second quarter of the year. By July 2023, the substantial programme of chassis component dismantling and testing and repairs to the chassis frames themselves - identified under Project Reset - had been completed. Necessary component repairs had been carried out and reassembly of the chassis components was underway. The replacement driving wheels had been delivered by William Cook Cast Products in early July 2023 delayed by production problems but quality-assured. At the same time the cab and the smokebox had been refitted to the frames.

It was at this point that Princess Royal Class Locomotive Trust announced with very little warning that their Trust was withdrawing from all 3rd party contract work at their West Shed workshop. PRCLT advised us that their changed business circumstances dictated that they return to their core role of managing their own locomotives and artefacts.

This was a shock to the system. There was no guarantee in July 2023 that we could find a new assembly base for our locomotive, and the future looked bleak. The Board immediately responded by organising a review of possible options for the project and progressing enquires with a short list of potential main assembly contractors. The agreement reached with Tyseley Locomotive Works was announced at our November 2023 AGM. This could not be implemented immediately - it was known from the outset that work on the chassis would be suspended for several months until space was available in the main workshop at Tyseley and resources freed up on completion of other third party contract work.

Perhaps inevitably, the original estimate of Spring 2024 for resumption slipped somewhat. After unexpected delay to other third party contract work, space was available to move the chassis into the workshop on July 17th. We are now housed with a contractor with a great reputation for quality and plenty of experience with third party contracts, alongside work on their own locomotives.

Morale has been boosted amongst the Project's long-standing volunteers, notably by the way Tyseley cooperated with the transfer of the chassis and several trailer loads of components - in containers or loaded individually - in the winter of 2023 /24, well before actual work could pick up again on the chassis reassembly. Our own existing volunteers had played a central role in and ensuring the safe sorting and removal of all our assets from West Shed - a large number of locomotive components as well as the contents of our substantial merchandise store - and protecting our locomotive chassis under tarpaulin following its arrival at Tyseley in December 2023. We have been greatly encouraged by the increase in our number of Member volunteers ready to help out at Tyseley. New help was available with offloading and storing components arriving in quantity from West Shed in March 2024. Since the end of the year, volunteer work has concentrated on sorting, cleaning and protecting a range of locomotive components.

The former CME of PRCLT has committed to stay on board with us as a volunteer, too - significantly adding to our practical steam locomotive know-how, and providing continuity.

Work on the boiler at HBSS picked up in 2024. Two fully funded work packages are in progress and the boiler was moved inside the main workshop in Spring 2024. Work on the crown and the crown stays is complete, and fitting the longitudinal stays is in progress at the time of writing.

LMS-Patriot Company Limited

Report of the Trustees for the year ended 31 March 2024

Achievements of the Year 1 April 2023 to 31 March 2024 - continue

So, the principal achievement of 2023/24 was keeping the project on the rails. But we had another new home to find as well. In June 2023, we received just 3 months notice that we had to find a new administration office, with our existing lease in Stafford terminating in mid-September. All tenancies in our Eastgate Street Hub premises were affected. It is to the credit of our Office Manager and other willing Stafford area volunteers that the process of finding, moving into and settling down in our new premises was achieved in time, and with minimum disruption to our administration work. Good local contacts with Stafford Borough Council produced a better office in their Riverside Council premises and access to a good meeting room on favourable terms.

We would once again like to thank our volunteers for their commitment to the project over the past twelve months, and express our gratitude to our members and donors for their loyalty, understanding and financial support in challenging

FINANCIAL REVIEW

Investment powers and policy

Where surplus funds arise these will be invested in short term interest bearing deposit accounts.

Reserves Policy

The Trustees review the reserves policy annually having regard to uncertainties relating to future level of funding. Their aim to maintain reserves at the level of 6 months essential expenditure, repayment on loans due within one year and contracted capital expenditure not yet provided for. The level of reserves required as at 31 March 2024 was in the region of £219,000, this compares to free reserves, represented by the net current assets (less loans due within one year), of £296,000. The amount in excess of the required level of reserves will be included as capital expenditure on the locomotive.

The trustees are of the view that the charity is a going concern.

RESTRICTED FUNDS

Charities have an obligation to account to the donors of funds and the public in general that they are using monies entrusted to them for the purpose for which they are given. The charity has a number of restricted income funds for situations where a donor requires that a donation be spent on a particular purpose or where funds have been raised for a specific purpose. All other funds are unrestricted income funds.

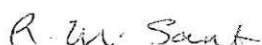
Details of restricted funds are shown in note 2.

FINANCIAL STATEMENTS

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 the Board of Trustees on 9 July 2024

And signed on its behalf by



R M Sant
Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF LMS-PATRIOT COMPANY LIMITED

Opinion

We have audited the financial statements of LMS-Patriot Company Limited for the year ended 31 March 2024 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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2024 and of the incoming resources and application of resources, including its income and expenditure, for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006 and the Charities Act 2011.

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 charitable company 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 charitable company'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 Report of the Trustees but does not include 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 TRUSTEES OF
LMS-PATRIOT COMPANY LIMITED**

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 trustees' report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company 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 charitable company'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 charitable company 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- Inspection of board minutes both during and after the reporting period to identify any discussions of non-compliance;
- Communication with management before, during and after the audit fieldwork to confirm instances of non-compliance;
- Auditing the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness, and evaluation of the business rationale of significant transactions outside the normal course of business;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
LMS-PATRIOT COMPANY LIMITED**

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees 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 charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Deans
/

Richard Stonier (Senior Statutory Auditor)
For and on behalf of Deans
Chartered accountants
Statutory auditor
Gibson House
Hurricane Court
Hurricane Close
Stafford
ST16 1GZ

Date: ..18 December 2024.....

LMS-Patriot Company Limited

**Statement of Financial Activities (Including Income and Expenditure Account)
for the year ended 31 March 2024**

	Unrestricted Funds £	Restricted Funds £	Total 2024 £	Total 2023 £
<u>Income</u>				
Donations and legacies				
Donations - One off - Individuals	104,747	6,796	111,543	53,877
- Corporate	-	-	-	-
Donations - regular payments	88,900	120	89,020	92,238
Just Giving donations	550	-	550	600
Gift Aid Claimed	47,420	-	47,420	20,454
	<u>241,617</u>	<u>6,916</u>	<u>248,533</u>	<u>167,169</u>
Other trading activities				
Sales and fund raising income	9,012	-	9,012	12,319
Raffle sales	5,153	-	5,153	5,386
Subscriptions	18,815	-	18,815	20,845
Life Membership one year subs	750	-	750	1,000
Advertising/sponsorship	24,000	-	24,000	-
Legacies	14,596	-	14,596	35,000
Sale of scrap metal	1,037	-	1,037	-
	<u>73,363</u>	<u>-</u>	<u>73,363</u>	<u>74,550</u>
Investment income				
Bank interest	6,186	-	6,186	2,290
	<u>6,186</u>	<u>-</u>	<u>6,186</u>	<u>2,290</u>
Total Income	321,166	6,916	328,082	244,009
<u>Expenditure</u>				
Costs of Raising Funds				
Cost of sales	3,109	-	3,109	5,536
Galas & events	3,010	-	3,010	5,319
Raffle costs	1,260	-	1,260	1,315
Fundraising expenses	203	-	203	203
Donation expenses, stationery & postage	9,109	-	9,109	7,753
Cost of membership	9,011	-	9,011	11,060
	<u>25,702</u>	<u>-</u>	<u>25,702</u>	<u>31,186</u>
Charitable expenditure	-	-	-	-
Other				
SGA administration	4,436	-	4,436	6,349
Trustee and volunteer expenses	9,113	-	9,113	8,046
Insurance	1,869	-	1,869	619
Finance/bank charges	1,085	-	1,085	1,194
Loan Interest	1,347	6,860	8,207	8,174
Company expenses	6,652	-	6,652	5,163
Depreciation	264	-	264	436
Accountancy	1,830	-	1,830	1,735
Bad Debt Write Off	26	-	26	1,475
	<u>26,622</u>	<u>6,860</u>	<u>33,482</u>	<u>33,191</u>
Total Expenditure	52,324	6,860	59,184	64,377

LMS-Patriot Company Limited

**Statement of Financial Activities
for the year ended 31 March 2024**

	Unrestricted Funds £	Restricted Funds £	Total 2024 £	Total 2023 £
Net income	268,842	56	268,898	179,632
 TRANSFERS BETWEEN FUNDS	 (6,740)	 6,740	 -	 -
Net movement in funds	262,102	6,796	268,898	179,632
 RECONCILIATION OF FUNDS				
Total funds brought forward	2,943,415	13,610	2,957,025	2,777,393
 Total funds carried forward	 3,205,517	 20,406	 3,225,923	 2,957,025

LMS-Patriot Company Limited

Company number 06502248

Balance Sheet as at 31 March 2024

		2024		2023	
	Note	£	£	£	£
Fixed assets	4				
Patriot Build		3,055,241		2,776,046	
Tender Rebuild		212,825		211,330	
Mobile Crane		13,646		16,523	
Lathe		12,280		12,373	
Office, Fixture & Fittings		557		727	
			3,294,549		3,016,999
Current assets					
Stock		13,772		13,217	
Debtors	5	31,756		5,568	
Prepayments		2,454		4,035	
VAT Recoverable		5,806		10,395	
Cash at bank		269,825		310,801	
		323,613		344,016	
Liabilities					
Creditors: Amounts falling due within one year	6	(82,009)		(29,735)	
Net current assets			241,604		314,281
Total assets less current liabilities			3,536,153		3,331,280
Creditors: Amounts falling due after more than one year	7		(310,230)		(374,255)
Net assets			3,225,923		2,957,025
The funds of the charity	8				
Unrestricted income funds			3,205,517		2,943,415
Restricted income funds	2		20,406		13,610
Total charity funds			3,225,923		2,957,025

The trustees acknowledge their responsibilities for

(a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and

(b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The notes on pages 13 to 19 form part of these accounts.

Approved by the Board of Trustees on 9 July 2024

and signed on its behalf by

R. W. Sant

R Sant

Trustee

LMS-Patriot Company Limited

Notes to the Financial Statements for the year ended 31 March 2024

I ACCOUNTING POLICIES

Basis of preparation

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

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) (issued in October 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', the and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The financial statements are presented in sterling which is the functional currency of the company and rounded to the nearest £.

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Company status

The charity is a company limited by guarantee and does not have share capital. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member.

Financial reporting standard 102 - reduced disclosure exemptions

The charitable company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

Incoming resources

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature are recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability. Such income is only deferred when:

The donor specified that the grant or donation must only be used in future accounting periods or,
The donor has imposed conditions, which must be met before the charity has unconditional entitlement.

Income from commercial trading activities is recognised as earned (as related goods and services are provided).

Investment income is recognised on a receivable basis.

Resources expended

Resources expended have been included in the financial statements when an obligation to transfer value to a third party has been entered into.

Resources expended have been allocated in the Statement of Financial Activities as follows:-

- Costs of raising funds - all expenditure relating to fundraising and publicity.
- Other resources expended - all expenditure not in the above categories.

LMS-Patriot Company Limited

Notes to the Financial Statements for the year ended 31 March 2024

1 ACCOUNTING POLICIES

Allocation of expenditure

Expenditure is allocated on the following basis:

- a) Expenditure wholly incurred on activities falling within each category is charged direct.
- b) Expenditure involving more than one category is apportioned in accordance with reasonable estimates.

Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

- Locomotive parts & construction	no depreciation provided
- Tender Rebuild	no depreciation provided
- Mobile Crane	no depreciation provided
- Lathe	no depreciation provided
- Fixtures & fittings	25% on reducing balance basis
- Office Equipment	4 year straight line basis

The Patriot Class locomotive is in the course of a long period of construction. Until the locomotive construction is complete and it is operating, it is not considered that the asset is depreciating.

Fund accounting

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

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

Stock

Stock is included at the lower of cost or net realisable value. Donated items of stock are recognised at fair value which is the amount the charity would have been willing to pay for the items on the open market.

LMS-Patriot Company Limited

Notes to the Financial Statements
for the year ended 31 March 2024

	Balance 31/03/2023	Income	Expenditure	Transactions from funds	Capital Expenditure	Balance 31/03/2024
	£	£	£	£		£
2 MOVEMENT IN FUNDS						
Restricted funds:						
Tender	3,051	-	-	-	-	3,051
Wheels Appeal	2,412	-	-	-	-	2,412
Horn Guides	1,250	-	-	-	-	1,250
Sponsored Parts	-	6,796	-	-	-	6,796
Boiler	-	120	(6,860)	6,740	-	-
Brake Appeal	1,000	-	-	-	-	1,000
Support Coach	5,897	-	-	-	-	5,897
	13,610	6,916	(6,860)	6,740	-	20,406
Unrestricted funds:						
General funds	2,943,415	321,166	(52,324)	(6,740)	-	3,205,517
Total funds	2,957,025	328,082	(59,184)	-	-	3,225,923

3 NET INCOME

Net income is stated after charging

	<u>2024</u>	<u>2023</u>
	£	£
Depreciation	263	436
Independent examination	1,830	1,655

There were no employees who received total employee benefits of more than £60,000

There were no trustees' remuneration or other benefits for the year ended 31 March 2024 nor for the year ended 31 March 2023.

4 TANGIBLE FIXED ASSETS

	Patriot Build	Tender Rebuild	Mobile Crane	Lathe & Drill cutter	Office Fixtures & Fittings	Total
Cost						
At 1st April 2023	2,776,046	211,330	16,523	12,466	14,822	3,031,187
Additions	279,195	1,495	-	-	-	280,690
Disposals	-	-	(2,877)	-	-	(2,877)
At 31st March 2024	3,055,241	212,825	13,646	12,466	14,822	3,309,000
Depreciation						
At 1st April 2023	-	-	-	93	14,095	14,188
Charge for year	-	-	-	93	170	263
At 31st March 2024	-	-	-	186	14,265	14,451
NBV at 31st March 2024	3,055,241	212,825	13,646	12,280	557	3,294,549
NBV at 31st March 2023	2,776,046	211,330	16,523	12,373	727	3,016,999

5 DEBTORS

	<u>2024</u>	<u>2023</u>
Gift Aid	31,660	5,501
Debtors	96	67
	<u>31,756</u>	<u>5,568</u>

LMS-Patriot Company Limited

**Notes to the Financial Statements
for the year ended 31 March 2024**

6 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	<u>2024</u>	<u>2023</u>
Trade Creditors	30,012	8,080
Loans due within one year	50,167	20,000
Other Creditors	1,830	1,655
	<u>82,009</u>	<u>29,735</u>

7 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	<u>2024</u>	<u>2023</u>
Loans - 1-2 years	55,190	-
Loans - 2-5 years	255,040	104,011
Loans due after more than 5 years	-	270,244
	<u>310,230</u>	<u>374,255</u>
Amounts falling due in more than five years:		
Loans due after more than 5 years payable other than by instalment	<u>-</u>	<u>270,244</u>

8 ANALYSIS OF NET ASSETS BETWEEN FUNDS

2024

	Unrestricted	Restricted	Total <u>2024</u> £
Fixed Assets	3,019,103	275,446	3,294,549
Net Current Assets	241,604	-	241,604
Creditors falling due after more than one year	(55,190)	(255,040)	(310,230)
	<u>3,205,517</u>	<u>20,406</u>	<u>3,225,923</u>

2023

	Unrestricted	Restricted	Total <u>2023</u> £
Fixed Assets	2,733,145	283,854	3,016,999
Net Current Assets	314,281	-	314,281
Creditors falling due after more than one year	(104,011)	(270,244)	(374,255)
	<u>2,943,415</u>	<u>13,610</u>	<u>2,957,025</u>

LMS-Patriot Company Limited

Notes to the Financial Statements Report of the Trustees

9 CAPITAL COMMITMENTS

	<u>2024</u> <u>£</u>	<u>2023</u> <u>£</u>
Contracted but not provided in the financial statements	<u>148,022</u>	<u>295,515</u>

10 TRANSACTIONS WITH DIRECTORS (TRUSTEES)

During the year the trustees received reimbursement of expenditure (generally for travelling and accommodation) incurred by them in undertaking functions on behalf of the charity as follows:

	<u>2024</u> <u>£</u>	<u>2023</u> <u>£</u>
A R Laws	-	671
R M Sant	-	37
J Hastings-Thomson	-	-
D P Tuffin	1,206	-
N Collinson	182	608
C M Hall	2,397	1,794
K H Riches	941	344
J Elson	712	-
R Bateman	-	-
	<u>5,438</u>	<u>3,454</u>

The charity's trustees make membership payments to the charity at the same rate as ordinary members. No trustee received any remuneration from the charity in respect of the position of trustee.

11 TAXATION

The company as a charity is not liable to tax on its charitable activities. It is not undertaking any non charitable activities which could be subject to tax.

LMS-Patriot Company Limited

**Statement of Financial Activities
for the year ended 31 March 2024**

12 COMPARATIVE INFORMATION

	Unrestricted Funds £	Restricted Funds £	Total 2023 £
<u>Income</u>			
Donations and legacies			
Donations - One off - Individuals	48,309	5,568	53,877
- Corporate		-	-
Donations - regular payments	92,118	120	92,238
Just Giving donations	600	-	600
Gift Aid Claimed	20,454	-	20,454
	161,481	5,688	167,169
 Other trading activities			
Sales and fund raising income	12,319	-	12,319
Raffle sales	5,386	-	5,386
Subscriptions	20,845	-	20,845
Life Membership one year subs	1,000	-	1,000
Advertising/Sponsorship	-	-	-
Legacies	35,000		35,000
	74,550	-	74,550
 Investment income			
Bank interest	2,290	-	2,290
	2,290	-	2,290
 Total Income	238,321	5,688	244,009
 <u>Expenditure</u>			
Costs of Raising Funds			
Cost of sales	5,536	-	5,536
Galas & events	5,319	-	5,319
Raffle costs	1,315	-	1,315
Fundraising expenses	203	-	203
Donation expenses, stationery & postage	7,753	-	7,753
Cost of membership	11,060	-	11,060
	31,186	-	31,186
 Charitable expenditure	-	-	-
 Other			
SGA administration	6,349	-	6,349
Trustee and volunteer expenses	8,046	-	8,046
Insurance	619	-	619
Finance/bank charges	1,194	-	1,194
Loan Interest	1,314	6,860	8,174
Company expenses	5,163	-	5,163
Depreciation	436	-	436
Accountancy	1,735	-	1,735
Bad debt	1,475	-	1,475
	26,331	6,860	33,191
 Total Expenditure	57,517	6,860	64,377

LMS-Patriot Company Limited

**Statement of Financial Activities
for the year ended 31 March 2024**

COMPARATIVE INFORMATION (CONTINUED)

	Unrestricted Funds £	Restricted Funds £	Total 2022 £
Net income	180,804	(1,172)	179,632
TRANSFERS BETWEEN FUNDS	61,690	(61,690)	-
Net movement in funds	<u>242,494</u>	<u>(62,862)</u>	<u>179,632</u>
RECONCILIATION OF FUNDS			
Total funds brought forward	2,700,921	76,472	2,777,393
Total funds carried forward	<u><u>2,943,415</u></u>	<u><u>13,610</u></u>	<u><u>2,957,025</u></u>