

REGISTERED COMPANY NUMBER: 07769242 (England and Wales)
REGISTERED CHARITY NUMBER: 1145031

TRUSTEES' REPORT AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022
FOR
THE ROYAL WELSH REGIMENTAL MUSEUM TRUST

Watts Gregory LLP
Chartered Accountants
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

THE ROYAL WELSH REGIMENTAL MUSEUM TRUST

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

	Page
Trustees' Report	1 to 4
Independent Examiner's Report	5
Statement of Financial Activities	6
Balance Sheet	7
Notes to the Financial Statements	8 to 21

THE ROYAL WELSH REGIMENTAL MUSEUM TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2022

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 31 March 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

Objects

- To educate and enhance the appreciation of the public in the history and military accomplishments of the Regiment, in particular by the maintenance of military museums and archives and preservation and exhibition to the public of the collection
- To manage the Chattels and make them available to the Regiment for regimental purposes in order to promote military efficiency
- To promote military efficiency and encourage recruitment

As a result of a governance review undertaken during 2018, the trustees decided to adopt the following vision and mission statements and accompanying values.

Vision

To deliver an inspiring and entertaining experience to a 21st century audience that increases their understanding of one of the finest Regiments in the British Army.

Mission

To tell the stories of the Royal Welsh and its antecedent Regiments, including that of the 1879 Anglo-Zulu War, in order to inspire and educate, foster corporate memory and help to sustain the connection between the Army and society to support the avoidance of future warfare.

Values

As a Museum we:

- Are a vibrant, relevant, innovative and authoritative organisation which is viable, self-sustaining and resilient.
- Deliver a memorable and thought-provoking experience as we both inform and educate.
- Are the pre-eminent Anglo-Zulu museum.
- Represent the history of the Royal Welsh and its contribution to Welsh history.
- Champion strong relations with KwaZulu-Natal for the good of humanity.

Public benefit

The organisation's trustees can confirm that they have complied with the duty in Section 17 of the Charities Act 2011 to have due regard to public benefit guidance published by the Charity Commission. Significant activities that were undertaken during the year that demonstrate public benefit are set out on the following pages.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

This year, following a global pandemic, has started to see a return to a form of 'normal.' The museum remained open with no 'firebreak' closures although continued to follow Welsh Government advice. Some of the highlights of this year include the following:

- Launch of our new website. This enables the museum to improve its online profile as we are able to adjust any changes in house. This, therefore, ensures regular up-to-date information such as events, opening times, etc.
- Education team returned to in-person school workshops while still offering online workshops as an alternative
- Launch of a new family friendly event. This year saw our first 'Night at the Museum' Halloween event encouraging family groups to visit the museum. This event was received positively and we are excited to continue this event annually.

THE ROYAL WELSH REGIMENTAL MUSEUM TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2022

FINANCIAL REVIEW

Financial position

Income for the year was £104,871 (2021 - £555,738). Of this, £4,513 related to restricted activities.

Included within the prior year income was a £392,000 donation received from the conversion of the balance of the loan from the Royal Welsh Regimental Museum Trust by The Royal Regiment of Wales (24th / 41st) (Expendable) Common Investment Fund in June 2020 along with the receipt of COVID support grants of £138,000.

Net income for the year as shown in the SOFA was £24,506 (2021 - £435,222).

Reserves policy

At 31 March 2022 total reserves were £909,560 (2021 - £885,054), of these none related to restricted reserves. Free reserves at 31 March 2022 equates to £122,524. This is calculated as the total reserves, less restricted and designated reserves, less amounts invested in fixed assets.

Reserves are held for various reasons including adding material to the collection, covering deficits on operating income, substantial repairs, special projects, and also to allow for match funding against grant applications. Restricted income is listed separately in the accounts according to SORP FRS 102.

Financial and risk management objectives and policies

As part of standard management practice, the Museum has identified a number of risks that could adversely impact its operation. These cover financial, governance, operational and collection related matters. Each of these risks has been quantified and appropriate control measures introduced to provide suitable mitigation. The risk register is monitored regularly by the Curatorial team, and any concerns reported to the next meeting of the Museum's trustees.

FUTURE PLANS

Near Term

We intend to continue to work to maximise our outputs, both in terms of improved financial stability and storytelling 'reach'. We will continue to optimise our on-line presence and work to present a wider range of innovative activities at the museum such as 'A night at the Museum' and 'Goat Days'. In parallel, we will produce detailed short-term plans to refine current museum layout and design. The latter work will be aimed to maximise the visitor experience, but will be designed to complement a more comprehensive refurbishment which will constitute the long term plan. More co-operation with our regimental sister Museums is also beginning and will pick up pace as we move towards the longer-term period.

Long Term

The longer-term plan remains to acquire a long lease from the MOD on the current building thus enabling a comprehensive refurbishment programme to be conducted. This will also require a significant fund-raising effort.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its Memorandum and Articles of Association and constitutes a company limited by guarantee, as defined by the Companies Act 2006.

THE ROYAL WELSH REGIMENTAL MUSEUM TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Recruitment and appointment of new trustees

During the 2018 governance review, a skills audit was conducted on the trustees and a number of pertinent gaps identified. The review of skills and experience on the Trustee Board is now a regular item for consideration by the Trustee Board and identifying suitable candidates is an ongoing process, which has resulted in several new appointments to the Trustee Board, to fill experience gaps.

After due diligence enquiries into the suitability of candidates, new trustees are invited to apply to join the board, and if appointed, are co-opted to the Trustee Board by the directors, their appointment being then subject to confirmation by the directors and members in General Meeting.

New trustees are provided with copies of the company / charity governing documents by the Company Secretary and are given the opportunity given to raise any queries and are encouraged to ask for any information, advice and clarification they feel would be helpful.

All trustees are required to complete and sign a Declaration of Interests form each year, and the matter of conflict of interests is a standard agenda item at every Board Meeting.

Renewal of trustees

During the year Lt Gen J F P Swift OBE resigned as Chair and trustee due to pressures of his military appointment. Brig (Rtd) R N Wardle OBE has been appointed Chair. Also, Dr M Williams resigned as a trustee but still remains a strong supporter of the Museum through his membership of the Friends. Mr NJ Mansfield, Mr NR Richardson and Col SD Walker were appointed as trustees.

Arrangements for setting pay and remuneration

Rates of pay for newly recruited staff are determined through analysis of the labour market for museum staff and affordability. Across the board annual pay increases are not awarded automatically, but according to affordability and included in the forecast budget which is subject to Board approval before the start of the financial year. Individual staff members can be awarded modest increases by the Trustee Board in recognition of outstanding performance or other exceptional circumstances

Volunteers

Our volunteers are a key part of the team and we have worked hard to stay in touch with all of them and to understand what contribution they could bring during the pandemic. As we expand our opening times again, we will consider whether we need to expand their number to achieve a sustainable and sufficient operating model.

Organisational structure

The Royal Welsh Regimental Museum Trust is governed by a group of up to sixteen trustees and one Regimental representative. The Charity's terms of reference are set out in an "Article of Association" document written in 2011, which clearly explains how the Charity and trustees should perform their duties. The trustees receive no remuneration for their work.

The trustees delegate the daily operation of the Museum to the Museum Operations Committee, working closely with the curator, who in turn manages the Museum's staff and volunteers.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

07769242 (England and Wales)

Registered Charity number

1145031

Registered office

The Royal Welsh Regimental Museum
The Barracks
The Watton
Brecon
Powys
LD3 7EB

THE ROYAL WELSH REGIMENTAL MUSEUM TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2022

Trustees

Brig (retd) R N Wardle OBE DL	- Chair	Appointed Chair 11 October 2021
Lt Gen J F P Swift OBE	- Chair until retired	Retired 11 October 2021
Col (retd) T J Van-Rees MBE ED DL	- Vice Chair	
Maj (retd) P F Kinsman TD FCCA	- Treasurer	
Mrs D E Cresswell		
Mr R C May-Hill FCA		
Mr D M Warren LLB		
Dr M Williams		Resigned 25 June 2021
Mr N J Mansfield		Appointed 3 September 2021
Mr N R Richardson		Appointed 3 September 2021
Col S D Walker		Appointed 1 March 2022

Senior management team

Mr R P Davies BA (Hons), Dip Mus.Stud., AMA - Curator	Resigned 17 April 2021
Ms A Rosewarne - Deputy Curator (& Interim Curator)	Appointed Curator 1 October 2021

Company Secretary

Mr R P Davies	Resigned 17 April 2021
Mr D M Warren LLB	Appointed 17 April 2021

Independent Examiner

Watts Gregory LLP
Chartered Accountants
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

Bankers

The Royal Bank of Scotland plc
Holt's Branch
Lawrie House
Victoria Road
Farnborough
Hampshire
GU14 7NR

Investment Advisers

Smith and Williamson
25 Moorgate
London
EC2R 6AY

Approved by order of the Board of Trustees on 17th October 2022 and signed on its behalf by:



.....
Maj (retd) P F Kinsman TD FCCA - Treasurer

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE ROYAL WELSH REGIMENTAL MUSEUM TRUST

Independent examiner's report to the trustees of The Royal Welsh Regimental Museum Trust ('the Company')
I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2022.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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

Julia Mortimer FCCA
Watts Gregory LLP
Chartered Accountants
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

Date: 19 October 2022

THE ROYAL WELSH REGIMENTAL MUSEUM TRUST

STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	46,188	-	46,188	536,493
Charitable activities					
Education of the public in history and military accomplishments		31,720	4,513	36,233	11,050
Other trading activities	4	7,515	-	7,515	1,779
Investment income	5	4,954	-	4,954	6,266
Other income		<u>9,981</u>	<u>-</u>	<u>9,981</u>	<u>150</u>
Total		<u>100,358</u>	<u>4,513</u>	<u>104,871</u>	<u>555,738</u>
EXPENDITURE ON					
Raising funds	7	2,034	-	2,034	1,798
Charitable activities					
Education of the public in history and military accomplishments	8	<u>73,818</u>	<u>4,513</u>	<u>78,331</u>	<u>116,697</u>
Total		<u>75,852</u>	<u>4,513</u>	<u>80,365</u>	<u>118,495</u>
Net gains/(losses) on investments		<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,021)</u>
NET INCOME		24,506	-	24,506	435,222
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>885,054</u>	<u>-</u>	<u>885,054</u>	<u>449,832</u>
TOTAL FUNDS CARRIED FORWARD		<u>909,560</u>	<u>-</u>	<u>909,560</u>	<u>885,054</u>

The notes form part of these financial statements

THE ROYAL WELSH REGIMENTAL MUSEUM TRUST

BALANCE SHEET
31 MARCH 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Intangible assets	15	2,600	-	2,600	2,611
Tangible assets	16	5,988	-	5,988	8,191
Heritage assets	17	15,853	-	15,853	15,853
Investments	18	28,118	-	28,118	28,346
		52,559	-	52,559	55,001
CURRENT ASSETS					
Stocks	19	8,430	-	8,430	7,630
Debtors	20	267,039	-	267,039	274,679
Cash at bank and in hand		587,032	-	587,032	562,284
		862,501	-	862,501	844,593
CREDITORS					
Amounts falling due within one year	21	(5,500)	-	(5,500)	(14,540)
NET CURRENT ASSETS		857,001	-	857,001	830,053
TOTAL ASSETS LESS CURRENT LIABILITIES		909,560	-	909,560	885,054
NET ASSETS		909,560	-	909,560	885,054
FUNDS	22				
Unrestricted funds				909,560	885,054
TOTAL FUNDS				909,560	885,054

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2022 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- 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 financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 17th October 2022 and were signed on its behalf by:



Maj (retd) P F Kinsman TD FCCA - Treasurer

The notes form part of these financial statements

1. STATUTORY INFORMATION

The Royal Welsh Regimental Museum Trust is a company limited by guarantee incorporated in Wales within the United Kingdom. The registered office is The Watton, Brecon, Powys, LD3 7EB.

The financial statements are presented in Sterling (£), the company's functional currency, and rounded to the nearest pound.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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 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 with the exception of investments which are included at fair value.

Income

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

This includes capital grants

Donations and legacies income

Donations and legacies income includes donations, gifts and grants that provide core funding or are of a general nature are recognised where there is entitlement, probability of receipt and the amount can be measured with sufficient reliability. Such income is only deferred when the donor specifies it must be used in future accounting periods or the donor has imposed conditions which must be met before the charity has unconditional entitlement.

Income from charitable activities

Income from charitable activities includes income received under contract or where entitlement to grant funding is subject to specific performance conditions. This income is recognised as the related services are provided and there is entitlement, probability of receipt and the amount can be measured with sufficient reliability. Income is deferred when the amounts received are in advance of the performance of the service or event to which they relate.

Other trading activities income

Income from other trading activities includes income received under contract. This income is recognised as the related services are provided and there is entitlement, probability of receipt and the amount can be measured with sufficient reliability. Income is deferred when the amounts received are in advance of the performance of the service or event to which they relate.

Investment income

Investment income is recognised on a receivable basis.

Donated goods

Income received from donated goods is recognised on the sale of the goods.

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.

2. ACCOUNTING POLICIES - continued

Expenditure

Expenditure on raising funds include costs of fundraising, events and shop expenditure.

Expenditure on charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs are those costs that, whilst necessary to deliver an activity, do not themselves produce or constitute the output of the charitable activity. This includes governance costs which are those costs associated with meeting the constitutional and statutory requirements of the charity and include the accountancy fees and costs linked to the strategic management of the charity.

Intangible assets

Intangible assets are capitalised at cost.

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Website development costs	- Over 5 years
---------------------------	----------------

Tangible fixed assets

Fixed assets are capitalised at cost.

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Fixtures and fittings	- Over 10 years
Computer Equipment	- Over 10 years

Heritage assets

Heritage assets are recognised on the balance sheet and initially measured at cost when purchased or if donated, their valuation if known. Assets are subsequently stated at cost or valuation less accumulated depreciation and accumulated impairment losses. Fair values for donated assets are estimated by reference to market prices.

Those heritage assets currently recognised on the balance sheet have indefinite lives and are therefore not depreciated but reviewed at each reporting date for impairment.

Where information on the cost or valuation of heritage assets is not available or the cost of providing such information significantly outweighs any benefit to the users of the accounts then heritage assets are not recognised on the balance sheet.

The Museum maintains a register for its collections of heritage assets which records the nature, provenance and current location of each asset.

Investments

Investments are included at market value at the balance sheet date. Realised and unrealised gains or losses on investments are shown separately on the face of the statement of financial activities.

Investment income is recognised on a receivable basis.

Stocks

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

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

THE ROYAL WELSH REGIMENTAL MUSEUM TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2022

2. ACCOUNTING POLICIES - continued

Fund accounting

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Pension costs and other post-retirement benefits

The charitable company makes contributions to personal pension schemes on behalf of its employees. Contributions are charged to the Statement of Financial Activities in the period to which they relate.

Termination payments

The charitable company recognises termination benefits as a liability and an expense only when the entity is demonstrably committed either to terminate the employment of an employee or group of employees before the normal retirement date or to provide termination benefits as a result of an offer made in order to encourage voluntary redundancy.

Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Concessionary loans are recognised and measured initially at the transaction value, with the carrying amount adjusted in subsequent years to reflect repayments and accrued interest.

Debtors

Trade debtors and other debtors are recognised at the settlement amount due after any trade discounts offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are normally recognised at their settlement amount after allowing for any trade discounts due.

3. DONATIONS AND LEGACIES

	2022	2021
	£	£
Donations	12,539	398,133
Donated goods	800	-
Bequests	-	360
Grants	<u>32,849</u>	<u>138,000</u>
	<u>46,188</u>	<u>536,493</u>

Donated goods of £800 relates to the donation of medals from The Friends of The Royal Welsh Regimental Museum.

Included within prior year donations above is an amount of £392,000 being a loan from The Royal Regiment of Wales (24th/41st) (Expendable) Common Investment Fund that was waived in June 2020.

Grants received, included in the above, are as follows:

	2022	2021
	£	£
Powys County Council - Covid-19 Business Support grant	-	45,000
Welsh Government - Wales Cultural Recovery Fund	32,849	83,000
Welsh Government - Resilience grant (see note below)	<u>-</u>	<u>10,000</u>
	<u>32,849</u>	<u>138,000</u>

THE ROYAL WELSH REGIMENTAL MUSEUM TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

3. DONATIONS AND LEGACIES - continued

The Welsh Government Resilience grant was funded by Welsh Government through the Museums, Archives and Libraries Division; and the Federation of Museums and Art Galleries of Wales.

4. OTHER TRADING ACTIVITIES

	2022	2021
	£	£
Shop sales	5,515	1,699
Recharge of postage, photocopying and medal ribbon etc.	-	80
Internship Income	<u>2,000</u>	<u>-</u>
	<u>7,515</u>	<u>1,779</u>

5. INVESTMENT INCOME

	2022	2021
	£	£
Investment income	-	664
Deposit account interest	519	1,002
Interest receivable - loan	<u>4,435</u>	<u>4,600</u>
	<u>4,954</u>	<u>6,266</u>

6. INCOME FROM CHARITABLE ACTIVITIES

	2022	2021
	£	£
Museum operation - admission receipts	31,720	2,630
Grants	<u>4,513</u>	<u>8,420</u>
	<u>36,233</u>	<u>11,050</u>

Grants received, included in the above, are as follows:

	2022	2021
	£	£
Army Museums Ogilby Trust	2,713	-
AIM	-	135
The Friends of The Royal Welsh Regimental Museum	-	1,704
Federation of Museums and Art Galleries of Wales	-	700
The National Manuscripts Conservation Trust	-	4,681
Waterloo 200 Ltd - The Maker Revolution Project	<u>1,800</u>	<u>1,200</u>
	<u>4,513</u>	<u>8,420</u>

THE ROYAL WELSH REGIMENTAL MUSEUM TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

7. RAISING FUNDS

Raising donations and legacies

	2022	2021
	£	£
Shop expenditure	1,522	1,613
Museum event expenses	<u>284</u>	<u>59</u>
	<u>1,806</u>	<u>1,672</u>

Investment management costs

	2022	2021
	£	£
Investment management fees	<u>228</u>	<u>126</u>

Aggregate amounts	<u>2,034</u>	<u>1,798</u>
-------------------	--------------	--------------

8. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 9) £	Support costs (see note 10) £	Totals £
Education of the public in history and military accomplishments	<u>66,075</u>	<u>12,256</u>	<u>78,331</u>

9. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2022	2021
	£	£
Staff costs	55,059	63,063
Insurance	2,525	3,509
Education	69	486
Collection management	-	10,946
Postage and stationery	113	188
Advertising	196	-
Sundries	29	722
Website and internet	677	1,205
Repairs and renewals	142	15
Bank and credit card charges	1,312	1,191
Computer expenses	1,390	795
Telephone	111	70
Fixed asset depreciation / Amortisation charges	4,038	4,050
Subscriptions	<u>414</u>	<u>365</u>
	<u>66,075</u>	<u>86,605</u>

THE ROYAL WELSH REGIMENTAL MUSEUM TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

10. SUPPORT COSTS

	Other £	Governance costs £	Totals £
Education of the public in history and military accomplishments	<u>2,374</u>	<u>9,882</u>	<u>12,256</u>

11. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2022 £	2021 £
Depreciation - owned assets	3,401	3,338
Deficit on disposal of fixed assets	2,374	-
Website development costs amortisation	637	712
Independent examiners fees	<u>2,400</u>	<u>2,300</u>

12. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2022 or for the year ended 31 March 2021.

Trustees' expenses

No trustees were reimbursed for travel expenses during the year ended 31 March 2022 or for the year ended 31 March 2021

13. STAFF COSTS

	2022 £	2021 £
Salaries	54,963	61,966
Social security	-	499
Pension contributions	<u>96</u>	<u>598</u>
	<u>55,059</u>	<u>63,063</u>
Number of employees	5	5
Equivalent full time employees	2	3

No employee received emoluments in excess of £60,000.

The total key management personnel remuneration benefits paid during the year was £32,861 (2021: £55,124).

There were termination payments in the year ended 31 March 2022 totalling £1,206 (2021: £Nil).

14. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	536,493	-	536,493
Charitable activities			
Education of the public in history and military accomplishments	2,630	8,420	11,050
Other trading activities	1,779	-	1,779
Investment income	6,266	-	6,266
Other income	150	-	150

THE ROYAL WELSH REGIMENTAL MUSEUM TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

14. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £	Restricted funds £	Total funds £
Total	<u>547,318</u>	<u>8,420</u>	<u>555,738</u>
EXPENDITURE ON			
Raising funds	1,798	-	1,798
Charitable activities			
Education of the public in history and military accomplishments	<u>94,981</u>	<u>21,716</u>	<u>116,697</u>
Total	<u>96,779</u>	<u>21,716</u>	<u>118,495</u>
Net gains/(losses) on investments	<u>(2,021)</u>	<u>-</u>	<u>(2,021)</u>
NET INCOME/(EXPENDITURE)	448,518	(13,296)	435,222
Transfers between funds	<u>1,704</u>	<u>(1,704)</u>	<u>-</u>
Net movement in funds	450,222	(15,000)	435,222
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>434,832</u>	<u>15,000</u>	<u>449,832</u>
TOTAL FUNDS CARRIED FORWARD	<u>885,054</u>	<u>-</u>	<u>885,054</u>

15. INTANGIBLE FIXED ASSETS

	Website development costs £
COST	
At 1 April 2021	3,560
Additions	3,000
Disposals	<u>(3,560)</u>
At 31 March 2022	<u>3,000</u>
AMORTISATION	
At 1 April 2021	949
Charge for year	637
Eliminated on disposal	<u>(1,186)</u>
At 31 March 2022	<u>400</u>
NET BOOK VALUE	
At 31 March 2022	<u>2,600</u>
At 31 March 2021	<u>2,611</u>

THE ROYAL WELSH REGIMENTAL MUSEUM TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

16. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 April 2021	31,889	1,971	33,860
Additions	-	1,198	1,198
At 31 March 2022	<u>31,889</u>	<u>3,169</u>	<u>35,058</u>
DEPRECIATION			
At 1 April 2021	25,438	231	25,669
Charge for year	<u>3,188</u>	<u>213</u>	<u>3,401</u>
At 31 March 2022	<u>28,626</u>	<u>444</u>	<u>29,070</u>
NET BOOK VALUE			
At 31 March 2022	<u>3,263</u>	<u>2,725</u>	<u>5,988</u>
At 31 March 2021	<u>6,451</u>	<u>1,740</u>	<u>8,191</u>

17. HERITAGE ASSETS

	Total £
MARKET VALUE	
At 1 April 2021 and 31 March 2022	<u>15,853</u>
NET BOOK VALUE	
At 31 March 2022	<u>15,853</u>
At 31 March 2021	<u>15,853</u>

The Museum has a collection of military artefacts covering the last 300 years which are held in support of the Museum's primary objective of increasing knowledge, understanding and appreciation of the regiment.

The trustees do not consider that reliable cost or valuation information can be obtained for the vast majority of items held in the collection of artefacts. This is because of the diverse nature of the assets held, the number of assets held and the lack of comparable market values. The Museum does not therefore recognise these assets on its Balance Sheet, other than recent acquisitions which are reported at cost, where the object is purchased, or at the Museum curator's best estimate of current value where the object is donated.

Expenditure which, in the trustees' view, is required to preserve or clearly prevent further deterioration of individual collection items is recognised in the SOFA when it is incurred.

The main heritage assets recognised in the Balance Sheet include:

- A letter written by Walter Dunne following the defence of Rorke's Drift. This was acquired at auction on 15th November 2014. The total cost after grants towards the purchase was £4,755.
- A portrait of an officer of the 24th Regiment of Foot by Sir George Chalmers, 1754. The portrait was purchased for £7,200 on 20 June 2019.
- A portrait of a young officer of the 41st (The Welsh) Regiment on foot was purchased for £1,704 in March 2021.

The Museum maintains a register for its collections of heritage assets which records the nature, provenance and current location of each asset.

THE ROYAL WELSH REGIMENTAL MUSEUM TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

18. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1 April 2021	28,346
Disposals	(228)
At 31 March 2022	<u>28,118</u>
NET BOOK VALUE	
At 31 March 2022	<u>28,118</u>
At 31 March 2021	<u>28,346</u>

There were no investment assets outside the UK.

Analysis of investments between funds:

	2022 £	2021 £
UK cash held as part of portfolio	<u>28,118</u>	<u>28,346</u>
	<u>28,118</u>	<u>28,346</u>

19. STOCKS

	2022 £	2021 £
Stocks	<u>8,430</u>	<u>7,630</u>

20. DEBTORS

	2022 £	2021 £
Amounts falling due within one year:		
Trade debtors	3,961	3,985
Other debtors	20	520
Other loans	3,625	3,565
Prepayments and accrued income	<u>463</u>	<u>4,014</u>
	<u>8,069</u>	<u>12,084</u>
Amounts falling due after more than one year:		
Other loans	<u>258,970</u>	<u>262,595</u>
Aggregate amounts	<u>267,039</u>	<u>274,679</u>

THE ROYAL WELSH REGIMENTAL MUSEUM TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

21. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	3,000	11,752
Accruals and deferred income	<u>2,500</u>	<u>2,788</u>
	<u>5,500</u>	<u>14,540</u>

22. MOVEMENT IN FUNDS

	At 1/4/21 £	Net movement in funds £	Transfers between funds £	At 31/3/22 £
Unrestricted funds				
General fund	27,239	24,109	71,176	122,524
Designated fund - Future museum move or renovation	500,000	-	-	500,000
Designated fund - Fixed assets fund	26,655	(4,038)	1,824	24,441
Designated fund - Loan to sister museum	266,160	4,435	(8,000)	262,595
Designated fund - policy reserve 2 years	40,000	-	(40,000)	-
Designated fund - COVID support	<u>25,000</u>	<u>-</u>	<u>(25,000)</u>	<u>-</u>
	<u>885,054</u>	<u>24,506</u>	<u>-</u>	<u>909,560</u>
TOTAL FUNDS	<u>885,054</u>	<u>24,506</u>	<u>-</u>	<u>909,560</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	95,923	(71,814)	24,109
Designated fund - Fixed assets fund	-	(4,038)	(4,038)
Designated fund - Loan to sister museum	<u>4,435</u>	<u>-</u>	<u>4,435</u>
	100,358	(75,852)	24,506
Restricted funds			
Maker Revolution Project	1,800	(1,800)	-
Museum Staff Fund	<u>2,713</u>	<u>(2,713)</u>	<u>-</u>
	<u>4,513</u>	<u>(4,513)</u>	<u>-</u>
TOTAL FUNDS	<u>104,871</u>	<u>(80,365)</u>	<u>24,506</u>

THE ROYAL WELSH REGIMENTAL MUSEUM TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

22. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/4/20 £	Net movement in funds £	Transfers between funds £	At 31/3/21 £
Unrestricted funds				
General fund	434,832	448,518	(856,111)	27,239
Designated fund - Future museum move or renovation	-	-	500,000	500,000
Designated fund - Fixed assets fund	-	-	26,655	26,655
Designated fund - Loan to sister museum	-	-	266,160	266,160
Designated fund - policy reserve 2 years	-	-	40,000	40,000
Designated fund - COVID support	-	-	25,000	25,000
	<u>434,832</u>	<u>448,518</u>	<u>1,704</u>	<u>885,054</u>
Restricted funds				
Museum development fund	15,000	(15,000)	-	-
Collections	-	1,704	(1,704)	-
	<u>15,000</u>	<u>(13,296)</u>	<u>(1,704)</u>	<u>-</u>
TOTAL FUNDS	<u>449,832</u>	<u>435,222</u>	<u>-</u>	<u>885,054</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	547,318	(96,779)	(2,021)	448,518
Restricted funds				
Museum development fund	-	(15,000)	-	(15,000)
Museum operations	135	(135)	-	-
Collections	1,704	-	-	1,704
The Conservation of the 41st Regiment's early archive	4,681	(4,681)	-	-
Maker Revolution Project	1,200	(1,200)	-	-
Welsh Museum Festival - Victorian life and soldiers	700	(700)	-	-
	<u>8,420</u>	<u>(21,716)</u>	<u>-</u>	<u>(13,296)</u>
TOTAL FUNDS	<u>555,738</u>	<u>(118,495)</u>	<u>(2,021)</u>	<u>435,222</u>

Designated fund - Future Museum move or renovation

Funds of £500,000 have been set aside by the Board towards a future Museum move or renovation

Designated fund - Fixed asset fund

Funds of £24,441 have been set aside to match the net book value of intangible assets, tangible fixed assets and Heritage assets.

Designated fund - loan to sister Museum

Funds of £262,595 have been set aside to match a loan balance due to the charity from a sister Museum, Firing Line Limited.

22. MOVEMENT IN FUNDS - continued

Designated fund - Policy operating reserve

Funds had been specifically set aside to cover two years of operating costs of the Museum as a policy reserve. A decision has been made to transfer the funds back to the general fund.

Designated fund - COVID support

Funds of £25,000 unspent at the year end have been set aside for best use by the Board. A decision has been made to transfer the funds back to the general fund.

Salary Contribution Fund

During the year £2,713 was received from the Army Museums Ogilby Trust, to cover the costs of hours worked by one member of staff in their capacity as a civil servant

Maker Revolution Project

Funded by Waterloo 200 Ltd, this is an educational legacy project. The museum has invited by the project to take part and was the only Welsh museum to be involved. Working alongside Christ College.

Prior year funds

Museum development fund

Related to a bequest from the late Major B Waters specifically for the redevelopment of the Brecon Museum.

Collections

Grant funding of £1,704 was received from The Friends of The Royal Welsh Regimental Museum as a contribution to the acquired portrait of a young officer.

The Conservation of the 41st Regiment's early archive

Funded by The National Manuscripts Conversation Trust towards the project 'The conservation of the 41st Regiments early archive. The project was completed in December 2020.

Welsh Museum's festival

Funding of £700 was received from the Federation of Museums and Art Galleries of Wales - Welsh Museum festival. The project title was 'Victorian life and soldiers' and funding was for supplies to run a victorian workshop as part of the Welsh Museum festival.

Museum operations

Funding of £135 was received from AIM towards for a member of the team to attend a firearms course with the National Army Museum.

Transfers between funds

A transfer of £1,824 has been made from the general fund to the designed fixed assets fund representing capital movements.

A transfer of £8,000 has been made from the designated loan to sister museum fund to the general fund, representing loan repayments in the year.

Transfers have been made from the following designated funds to the general fund, as the designation is no longer considered necessary:

- Policy reserve £40,000
- COVID Support £25,000

THE ROYAL WELSH REGIMENTAL MUSEUM TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2022

23. EMPLOYEE BENEFIT OBLIGATIONS

The charity operates a defined contribution scheme. The pension costs charge for the year represents contributions payable by the charity to the scheme and amounted to £96 (2021 - £598). At the year end there were no outstanding contributions (2021 - £Nil).

24. RELATED PARTY DISCLOSURES

During the year the charity entered into transactions with the following related parties:

Name of related party	Relationship
Firing Line Limited	Trustees in common
The Friends of the Royal Welsh Regimental Museum	Trustees in common

Name of related party	Transaction	2022 £	2021 £
Firing Line Limited	Bookkeeping and payroll costs	-	3,200
	Loan interest receivable	4,435	4,600
The Friends of the Royal Welsh Regimental Museum	Grant received	-	1,704
	Donated goods	800	-
Name of related party	Nature of balance	2022 £	2021 £
Firing Line Limited	Loan debtor	262,595	266,160

During the year unconditional donations of £Nil were received from Trustees (2021: £40).

At the 31 March 2022 an amount of £Nil (2021: £1,000) was owed to a Trustee, Col (ret'd) T J Van-Rees MBE ED DL in respect of insurance costs paid on behalf of the charity.

25. FINANCIAL INSTRUMENTS

	2022 £	2021 £
Financial assets		
Financial assets measured at fair value through SOFA	28,118	28,346
Financial assets that are debt instruments measured at amortised cost	<u>862,038</u>	<u>840,579</u>
	<u>890,156</u>	<u>868,925</u>
Financial liabilities		
Financial liabilities measured at amortised cost	<u>5,500</u>	<u>14,540</u>

Financial assets measured at fair value comprise of fixed asset investments.

Financial assets measured at amortised cost comprise of cash, stock, trade debtors, other debtors and other loans.

Financial liabilities measured at amortised cost comprise of trade creditors and accruals.

26. CONTINGENT ASSETS

The Regimental Museum was bequeathed a property in 2002. However, the property is the subject of a life tenancy agreement held by a third party and as such will not be recognised in the financial statements until the conditions for recognition have been met.

The trustees estimate the open market value of this property to be approximately £420,000.