

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

England & Wales · Charity number 1176862

Details

Status Registered

Legal form Charitable company

Company number [10919496](#)

Registered 2018-01-26

Register [View on the Charity Commission register](#)

Contact

Address Statfold Barn Farm
Ashby Road
Tamworth
B79 0BU

Phone 01827830120

Activities

Objects: TO EDUCATE THE PUBLIC IN THE HISTORY AND DEVELOPMENT OF OUR STEAM HERITAGE BY;(A) MAINTAINING, ENCOURAGING AND CONTINUING THE ESTABLISHMENT OF A STEAM HERITAGE MUSEUM AT STATFOLD BARN, STATFOLD IN THE COUNTY OF LEICESTERSHIRE : (B) PROMOTING THE PRESERVATION, CONSERVATION, MAINTENANCE AND REPAIR OF HERITAGE STEAM LOCOMOTIVES AND ROLLING STOCK AND OTHER STEAM POWERED VEHICLES; (C) MAINTAINING RAILWAY ARCHIVES, HISTORICAL RECORDS AND RAILWAY ARTEFACTS IN FURTHERANCE OF THESE OBJECTS THE CHARITY MAY: ORGANISE AND PROMOTE SUCH MEETINGS, EXHIBITIONS, FESTIVALS, OPEN DAYS, AND OTHER EVENTS AS WILL FOSTER INTEREST IN AND ENJOYMENT OF THE MUSEUM, AND FURTHER THE PURPOSES OF THE CHARITY

Activities: Provision of a Museum to educate the public about Narrow Gauge Railways

Classification

- **How:** Provides Buildings/facilities/open Space
- **What:** Arts/culture/heritage/science
- **Who:** The General Public/mankind

Geography

- Leicestershire

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£3,208,420	£2,513,656	£4,912,297	65
2023-12-31	£2,271,077	£2,439,820	£4,217,536	57
2022-12-31	£2,384,934	£1,923,224	£4,420,145	44
2021-12-31	£1,734,664	£1,357,226	£3,958,435	27
2020-12-31	£1,609,388	£848,923	£3,580,997	18

Trustees

Name	Role	Appointed
GRAHAM LEE	Chair	2017-08-16
ANDREW MARTYN GEOFFREY ASHWORTH		2017-08-16
David John Lee		2019-06-16
Graham Ivan Lee		2019-06-16
Henry Richard Noon		2017-08-16
JAMES BYRON GORTON		2022-10-22
NICHOLAS JAMES NOON		2017-08-16
PAUL ANTHONY LEWIN		2017-08-16
PAUL INGHAM		2017-08-16

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

England & Wales - Charity number 1176862

Accounts

COMPANY REGISTRATION NUMBER: 10919496

CHARITY REGISTRATION NUMBER: 1176862

Statfold Narrow Gauge Museum Trust Ltd
Company Limited by Guarantee
Financial Statements
31 December 2024

BK PLUS AUDIT LIMITED

Chartered accountants & statutory auditor

Azzurri House

Walsall Business Park

Aldridge

Walsall

West Midlands

WS9 0RB

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Financial Statements

Year ended 31 December 2024

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Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 December 2024

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 December 2024.

Reference and administrative details

Registered charity name	Statfold Narrow Gauge Museum Trust Ltd
Charity registration number	1176862
Company registration number	10919496
Principal office and registered office	Statfold Barn Farm Ashby Road Tamworth B79 0BU United Kingdom

The trustees

Mr G Lee
Mr N J Noon
Mr H R Noon
Mr A M Ashworth
Mr P A Lewin
Mr P Ingham
Mr D J Lee
Mr G I Lee
Mr J B Gorton

Auditor	BK Plus Audit Limited Chartered accountants & statutory auditor Azzurri House Walsall Business Park Aldridge Walsall West Midlands WS9 0RB
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Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2024

Structure, governance and management

The company was registered as a charity on 26th January 2018. The charity is a company limited by guarantee and is governed by its Articles of Association.

The trustees, who are also directors for the purpose of company law and who served during the year and up to the date of signature of the financial statements were:-

Mr G Lee
Mr N J Noon
Mr H R Noon
Mr A M Ashworth
Mr P A Lewin
Mr P Ingham
Mr D J Lee
Mr G I Lee
Mr J B Gorton

The minimum number of trustees shall be two but (unless otherwise determined by ordinary resolution) shall not be subject to any maximum.

The charity may by ordinary resolution appoint a person who is willing to act to be a trustee and determine the rotation in which any additional trustees are to retire.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £10 in the event of a winding up.

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2024

Objectives and activities

The objects of the charity are:

To educate the public in the history and development of our steam heritage by:- 1. maintaining, encouraging and continuing the establishment of a Steam Heritage Museum at Statfold Barn, Statfold, Tamworth, Staffordshire; 2. promoting the preservation, conservation, maintenance and repair of heritage steam locomotives and rolling stock and other steam powered vehicles; and 3. maintaining railway archives, historical records and railway artefacts.

In furtherance of these objects the Charity may:

1. organise and promote such meetings, exhibitions, festivals, open days and other events as will foster interest in and enjoyment of the Museum, and further the purposes of the Charity.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Significant activities:-

Our aim is to develop our infrastructure, café, car park, toilets and provide facilities for Junior visitors, creating a more interesting place for all.

The Trust is performing as expected. The growth in footfall and revenue is moving towards the Trust mission to be self-sufficient and more importantly moving away from the reliance on financial support from trustees. We are maintaining a footfall of 120,000 per year and our target is 200,000 per annum. The revenue generated by this will enable the Trust to invest back into the collection.

Achievements and performance

See below

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2024

Financial review

The Statement of Financial Activities show a net surplus for the year of £694,764 for the charity (2023: deficit of £202,613) and a net surplus of £655,517 for the group (2023: deficit of £168,743). Our reserves, all of which are unrestricted, stand at £4,912,297 for the charity (2023: £4,217,532) and £4,906,921 for the group (2023: £4,451,404).

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

Whilst this is our aim, the charity continues to be dependent on the support of certain Trustees, in the form of donations, to enable it to meet its site development and operating costs. These Trustees have confirmed their intention to continue to provide financial support such that the charity can operate as a going concern and meet its debts and liabilities as they fall due for a period of 12 months from the date of approval of these accounts.

The charity also occupies land and buildings owned by Mr G Lee, one of the Trustees, for which a nominal rental charge is made. A lease is currently being prepared which will secure the charity's right to occupy all the property and land on the site currently occupied, with provision for further expansion if required.

Risks

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Future plans

We aim to extend the amount and variety of our already successful events in order for visitors to learn about Steam Heritage. We aim to take on board from previous events any way that we are able to improve in order to enhance peoples enjoyment and experience and build up a recurring visitor base for the future which will hopefully build to future generations.

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2024

In preparing these financial statements, the trustees are required to:

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

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on and signed on behalf of the board of trustees by:

Mr G Lee
Trustee

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Independent Auditor's Report to the Members of Statfold Narrow Gauge Museum Trust Ltd

Year ended 31 December 2024

Opinion

We have audited the financial statements of Statfold Narrow Gauge Museum Trust Ltd (the 'charity') for the year ended 31 December 2024 which comprise the statement of financial activities (including income and expenditure account), statement of financial position and the related notes, 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 FRS 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 charity's affairs as at 31 December 2024 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity 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 charity'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.

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Independent Auditor's Report to the Members of Statfold Narrow Gauge Museum Trust Ltd *(continued)*

Year ended 31 December 2024

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

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 for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to 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.

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Independent Auditor's Report to the Members of Statfold Narrow Gauge Museum Trust Ltd *(continued)*

Year ended 31 December 2024

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

Auditor's 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 an auditor's report 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:

We obtained an understanding of the company's legal and regulatory framework and the industry in which it operates. We considered the risk of acts by the company that might have contravened applicable laws and regulations, including fraud. Our audit procedures were designed to respond to the risk, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by way of forgery, intentional representations or through collusion.

We focussed on laws and regulations which could give rise to a material misstatement in the financial statements, including, but not limited to the Companies Act 2006 and UK tax legislation. Our tests included agreeing the financial statement disclosures to underlying supporting documentation, enquiries with management and third-party company representative s. There are inherent limitations in the audit procedures described above and, the further removed non-compliance with laws and regulations if from the events and transactions reflected in the financial statements, the less likely we would become aware of it. We did not identify any key audit matters relating to irregularities, including fraud. As in all our audits, we also addressed the risk of management override of internal controls, including testing journals and evaluating whether there was evidence of bias by the directors that represented a risk of material misstatement due to fraud.

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/auditors_responsibilities. This description forms part of our Report of the Auditors.

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Independent Auditor's Report to the Members of Statfold Narrow Gauge Museum Trust Ltd *(continued)*

Year ended 31 December 2024

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Independent Auditor's Report to the Members of Statfold Narrow Gauge Museum Trust Ltd *(continued)*

Year ended 31 December 2024

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's 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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Amy Cotterill (Senior Statutory Auditor)

For and on behalf of
BK Plus Audit Limited
Chartered accountants & statutory auditor
Azzurri House
Walsall Business Park
Aldridge
Walsall
West Midlands
WS9 0RB

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 December 2024

		2024		2023
		Unrestricted	Total funds	Total funds
	Note	funds	£	£
		£	£	£
Income and endowments				
Donations and legacies	5	1,374,803	1,374,803	755,820
Charitable activities	6	1,805,164	1,805,164	1,148,375
Other trading activities	7	28,453	28,453	92,156
Total income		<u>3,208,420</u>	<u>3,208,420</u>	<u>1,996,351</u>
Expenditure				
Expenditure on raising funds:				
Investment management costs	8	—	—	37,317
Expenditure on charitable activities	9,10	2,513,656	2,513,656	2,161,646
Total expenditure		<u>2,513,656</u>	<u>2,513,656</u>	<u>2,198,963</u>
Net income/(expenditure) and net movement in funds		<u>694,764</u>	<u>694,764</u>	<u>(202,612)</u>
Reconciliation of funds				
Total funds brought forward		4,217,533	4,217,533	4,420,145
Total funds carried forward		<u>4,912,297</u>	<u>4,912,297</u>	<u>4,217,533</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 13 to 22 form part of these financial statements.

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Statement of Financial Position

31 December 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible fixed assets	15	4,877,256	4,858,385
Current assets			
Stocks	16	30,812	45,020
Debtors	17	152,799	56,434
Cash at bank and in hand		73,562	32,644
		<u>257,173</u>	<u>134,098</u>
Creditors: amounts falling due within one year	18	<u>211,412</u>	<u>754,607</u>
Net current assets		<u>45,761</u>	<u>(620,509)</u>
Total assets less current liabilities		<u>4,923,017</u>	<u>4,237,876</u>
Creditors: amounts falling due after more than one year	19	<u>10,720</u>	<u>20,343</u>
Net assets		<u>4,912,297</u>	<u>4,217,533</u>
Funds of the charity			
Unrestricted funds		<u>4,912,297</u>	<u>4,217,533</u>
Total charity funds	21	<u>4,912,297</u>	<u>4,217,533</u>

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

These financial statements were approved by the board of trustees and authorised for issue on, and are signed on behalf of the board by:

Mr G Lee
Trustee

The notes on pages 13 to 22 form part of these financial statements.

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 December 2024

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Statfold Barn Farm, Ashby Road, Tamworth, B79 0BU, United Kingdom.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the statement of financial activities.

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2024

3. Accounting policies *(continued)*

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2024

3. Accounting policies *(continued)*

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

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

Long leasehold property	- 2% straight line
Plant and machinery	- 15% reducing balance
Fixtures and fittings	- 15% - 33.33% reducing balance
Equipment	- 33% straight line

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2024

3. Accounting policies *(continued)*

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2024

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Limited by guarantee

The company was registered as a charity on 26th January 2018. The charity is a company limited by guarantee and is governed by its Articles of Association. None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £10 in the event of a winding up.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Donations				
Donations and gifts	1,157,770	1,157,770	618,120	618,120
Gift aid receivable	217,033	217,033	137,700	137,700
	<u>1,374,803</u>	<u>1,374,803</u>	<u>755,820</u>	<u>755,820</u>

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2024

6. Charitable activities

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Charitable income 1 - museum guide books	3,074	3,074	5,581	5,581
Charitable income 1 - train driver experience sales	878	878	1,900	1,900
Charitable income 1 - railway track rentals	12,000	12,000	12,000	12,000
Charitable income 1 - income from events	1,789,212	1,789,212	1,128,894	1,128,894
	<u>1,805,164</u>	<u>1,805,164</u>	<u>1,148,375</u>	<u>1,148,375</u>

7. Other trading activities

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Fundraising events	11,140	11,140	25,363	25,363
Hire of events centre	2,913	2,913	38,393	38,393
Building rental	–	–	14,000	14,000
Secretarial services	14,400	14,400	14,400	14,400
	<u>28,453</u>	<u>28,453</u>	<u>92,156</u>	<u>92,156</u>

8. Investment management costs

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Trading support costs	–	–	37,317	37,317

9. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Activity type 1	1,603,343	1,603,343	2,161,646	2,161,646
Support costs	910,313	910,313	–	–
	<u>2,513,656</u>	<u>2,513,656</u>	<u>2,161,646</u>	<u>2,161,646</u>

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2024

10. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2024	Total fund 2023
	£	£	£	£
Activity type 1	1,603,343	889,684	2,493,027	2,161,646
Governance costs	–	20,629	20,629	–
	<u>1,603,343</u>	<u>910,313</u>	<u>2,513,656</u>	<u>2,161,646</u>

11. Net income/(expenditure)

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

	2024	2023
	£	£
Depreciation of tangible fixed assets	252,000	281,067
Foreign exchange differences	–	(721,339)
	<u>252,000</u>	<u>(439,272)</u>

12. Auditors remuneration

	2024	2023
	£	£
Fees payable for the audit of the financial statements	<u>10,000</u>	<u>9,600</u>

13. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2024	2023
	£	£
Wages and salaries	927,656	539,525
Social security costs	59,408	51,119
Employer contributions to pension plans	12,183	10,955
Other employee benefits	3,559	11,323
	<u>1,002,806</u>	<u>612,922</u>

The average head count of employees during the year was 59 (2023: 57). The average number of full-time equivalent employees during the year is analysed as follows:

	2024	2023
	No.	No.
Number of staff - type 1	<u>65</u>	<u>57</u>

No employee received employee benefits of more than £60,000 during the year (2023: Nil).

14. Trustee remuneration and expenses

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2024

15. Tangible fixed assets

	Long leasehold property £	Plant and machinery £	Fixtures and fittings £	Equipment £	User defined asset £	Total £
Cost						
At 1 Jan 2024	1,404,073	454,017	974,225	65,345	2,802,194	5,699,854
Additions	382	199,365	8,146	62,978	–	270,871
At 31 Dec 2024	<u>1,404,455</u>	<u>653,382</u>	<u>982,371</u>	<u>128,323</u>	<u>2,802,194</u>	<u>5,970,725</u>
Depreciation						
At 1 Jan 2024	93,222	184,895	509,217	54,135	–	841,469
Charge for the year	28,084	56,552	150,106	17,258	–	252,000
At 31 Dec 2024	<u>121,306</u>	<u>241,447</u>	<u>659,323</u>	<u>71,393</u>	<u>–</u>	<u>1,093,469</u>
Carrying amount						
At 31 Dec 2024	<u>1,283,149</u>	<u>411,935</u>	<u>323,048</u>	<u>56,930</u>	<u>2,802,194</u>	<u>4,877,256</u>
At 31 Dec 2023	<u>1,310,851</u>	<u>269,122</u>	<u>465,008</u>	<u>11,210</u>	<u>2,802,194</u>	<u>4,858,385</u>

16. Stocks

	2024 £	2023 £
Raw materials and consumables	<u>30,812</u>	<u>45,020</u>

17. Debtors

	2024 £	2023 £
Trade debtors	9,341	13,749
Amounts owed by undertakings in which the charity has a participating interest	101,526	13,304
Prepayments and accrued income	40,527	27,126
Other debtors	1,405	2,255
	<u>152,799</u>	<u>56,434</u>

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2024

18. Creditors: amounts falling due within one year

	2024	2023
	£	£
Bank loans and overdrafts	10,282	10,782
Trade creditors	110,289	587,578
Amounts owed to undertakings in which the charity has a participating interest	12,848	44,545
Accruals and deferred income	21,906	32,714
Social security and other taxes	53,468	74,852
Other creditors	2,619	4,136
	<u>211,412</u>	<u>754,607</u>

19. Creditors: amounts falling due after more than one year

	2024	2023
	£	£
Bank loans and overdrafts	<u>10,720</u>	<u>20,343</u>

20. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £12,183 (2023: £10,955).

21. Analysis of charitable funds

Unrestricted funds

	At 1 January 2024	Income	Expenditure	At 31 December 2024
	£	£	£	£
General funds	<u>4,217,533</u>	<u>3,208,420</u>	<u>(2,513,656)</u>	<u>4,912,297</u>

	At 1 January 2023	Income	Expenditure	At 31 December 2023
	£	£	£	£
General funds	<u>4,420,145</u>	<u>1,996,351</u>	<u>(2,198,963)</u>	<u>4,217,533</u>

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2024

22. Related party transactions

The Group has taken advantage of the exemption permitted by FRS 102 Section 33 "Related Party Disclosures" not to provide disclosures of transactions entered into with other wholly owned members of the Group.

Trade debtors include the amount of £25,090 (2023: £nil) due from Statfold Narrow Gauge Museum Trading Ltd, a company in which certain of the Trustees hold a financial interest.

Other debtors include the amount of £63,132 (2023: £nil) due from G & CA Lee, a partnership in which certain of the Trustees hold a financial interest.

Trade creditors include the amount of £12,828 (2023: £44,545) due to Statfold Narrow Gauge Museum Trading Ltd, a company in which certain of the Trustees hold a financial interest.

The charity's activities are located on land owned by Mr G Lee, one of the trustees, for which annual rent of £1,000 (2023: £1,000) is paid.

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Management Information

Year ended 31 December 2024

The following pages do not form part of the financial statements.

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Detailed Statement of Financial Activities

Year ended 31 December 2024

	2024 £	2023 £
Income and endowments		
Donations and legacies		
Donations and gifts	1,157,770	618,120
Gift aid receivable	217,033	137,700
	<u>1,374,803</u>	<u>755,820</u>
Charitable activities		
Charitable income 1 - museum guide books	3,074	5,581
Charitable income 1 - train driver experience sales	878	1,900
Charitable income 1 - railway track rentals	12,000	12,000
Charitable income 1 - income from events	1,789,212	1,128,894
	<u>1,805,164</u>	<u>1,148,375</u>
Other trading activities		
Fundraising events	11,140	25,363
Hire of events centre	2,913	38,393
Building rental	—	14,000
Secretarial services	14,400	14,400
	<u>28,453</u>	<u>92,156</u>
Total income	<u>3,208,420</u>	<u>1,996,351</u>

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Detailed Statement of Financial Activities *(continued)*

Year ended 31 December 2024

	2024 £	2023 £
Expenditure		
Investment management costs		
Trading support costs	—	37,317
Expenditure on charitable activities		
Opening stock	(2,357)	—
Wages and salaries	927,656	539,525
Employer's NIC	59,408	51,119
Pension costs	12,183	10,955
Other post-retirement benefits	3,559	11,323
Light and heat	107,176	73,045
Repairs and maintenance	135,642	387,237
Insurance	67,422	77,752
Other establishment	852,295	678,767
Motor vehicle expenses	8,352	5,786
Vehicle leasing/hire	6,479	4,103
Other motor/travel costs	1,075	883
Legal and professional fees	20,629	25,416
Telephone	12,898	35,755
Other office costs	12,044	667,513
Depreciation	252,000	281,067
Interest on bank loans and overdrafts	37,195	32,739
Foreign exchange gain/loss	—	(721,339)
	<u>2,513,656</u>	<u>2,161,646</u>
Total expenditure	<u>2,513,656</u>	<u>2,198,963</u>
Net income/(expenditure)	<u>694,764</u>	<u>(202,612)</u>

Statfold Narrow Gauge Museum Trust Ltd

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities

Year ended 31 December 2024

	2024 £	2023 £
Expenditure on charitable activities		
Activity type 1		
Activities undertaken directly		
Direct charitable activity 1 - wages/salaries	387,354	215,693
Direct charitable activity 1 - employer's NIC	9,718	21,896
Direct charitable activity 1 - pension costs	2,397	5,445
Direct charitable activity 1 - steam museum	128,521	282,838
Direct charitable activity 1 - event costs	840,611	667,048
Direct charitable activity 1 - share of governance costs	—	25,416
Direct charitable activity 1 - share of support costs	—	684,022
Direct charitable activity 1 - depreciation	234,742	259,288
	<u>1,603,343</u>	<u>2,161,646</u>
Support costs		
Support charitable activity 1 - opening stock	(2,357)	—
Support charitable activity 1 - wages/salaries	540,302	323,832
Support charitable activity 1 - employer's NIC	49,690	29,223
Support charitable activity 1 - pension costs	9,786	5,510
Support charitable activity 1 - staff welfare & training	3,559	11,323
Support charitable activity 1 - light & heat	107,176	73,045
Support charitable activity 1 - repairs & maintenance	7,121	104,399
Support charitable activity 1 - insurance	67,422	77,752
Support charitable activity 1 - printing, postage & stationery	11,684	11,719
Support charitable activity 1 - health and safety	8,352	5,786
Support charitable activity 1 - subscriptions	6,479	4,103
Support charitable activity 1 - cleaning and general office	1,075	883
Support charitable activity 1 - telephone	12,898	10,339
Support charitable activity 1 - IT costs	12,044	8,907
Support charitable activity 1 - depreciation	17,258	21,779
Support charitable activity 1 - bank and finance charges	37,195	32,739
Support charitable activity 1 - support recharge	—	(721,339)
	<u>889,684</u>	<u>—</u>
Governance costs		
Governance costs - accountancy fees	9,924	4,500
Governance costs - audit fees	9,000	9,600
Governance costs - legal and other professional fees	1,705	11,316
Governance costs - general recharge	—	(25,416)
	<u>20,629</u>	<u>—</u>
Expenditure on charitable activities	<u>2,513,656</u>	<u>2,161,646</u>

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

England & Wales - Charity number 1176862

Accounts

Charity registration number 1176862

Company registration number 10919496 (England and Wales)

STATFOLD NARROW GAUGE MUSEUM TRUST LTD
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr G Lee Mr N J Noon Mr H R Noon Mr A M Ashworth Mr P A Lewin Mr P Ingham Mr D J Lee Mr G I Lee
Secretary	Mr H Noon
Charity number	1176862
Company number	10919496
Registered office	The Grain Store Statfold Barn Farm Ashby Road Tamworth Staffordshire B79 0BU
Auditor	Azets Audit Services Westpoint Lynch Wood Peterborough Cambridgeshire United Kingdom PE2 6FZ

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

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STATFOLD NARROW GAUGE MUSEUM TRUST LTD

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 DECEMBER 2023

The trustees present their annual report and financial statements for the year ended 31 December 2023.

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 Articles of Association, the Companies Act 2006 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)".

Objectives and activities

The objects of the charity are:

To educate the public in the history and development of our steam heritage by;

- maintaining, encouraging and continuing the establishment of a Steam Heritage Museum at Statfold Barn, Statfold, Tamworth, in the County of Staffordshire;
- promoting the preservation, conservation, maintenance and repair of heritage steam locomotives and rolling stock and other steam powered vehicles; and
- maintaining railway archives, historical records and railway artefacts.

In furtherance of these objects the Charity may:

- organise and promote such meetings, exhibitions, festivals, open days and other events as will foster interest in and enjoyment of the Museum, and further the purposes of the Charity.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Significant activities

Our aim is to develop our infrastructure, café, car park, toilets, and provide facilities for Junior visitors, creating a more interesting place for all.

The Trust is performing as expected. The growth in footfall and revenue is moving towards the Trust mission to be self-sufficient and more importantly moving away from the reliance on financial support from trustees. We are maintaining a footfall of 120,000 per year and our target is 200,000 per annum. The revenue generated by this will enable the Trust to invest back into the collection.

Achievements and performance

Financial review

The Statement of Financial Activities shows a net deficit for the year of £202,613 for the charity (2022: surplus of £461,710) and a net deficit of £168,743 for the group (2022: surplus of £461,710). Our reserves, all of which are unrestricted, stand at £4,217,532 for the charity (2022: £4,420,145) and £4,251,402 for the group (2022: £4,420,145).

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

Whilst this is our aim, the charity continues to be dependent on the support of certain of its Trustees, in the form of donations, to enable it to meet its site development and operating costs. These Trustees have confirmed their intention to continue to provide financial support such that the charity can operate as a going concern and meet its debts and liabilities as they fall due for a period of 12 months from the date of approval of these accounts.

The charity also occupies land and buildings owned by Mr G Lee, one of the Trustees, for which a nominal rental charge is made. A lease is currently being prepared which will secure the charity's right to occupy all the property and land on the site currently occupied, with provision for further expansion if required.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

Risks

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Future plans

We aim to extend the amount and variety of our already successful events in order for visitors to learn about steam heritage. We aim to take on board from previous events any way that we are able to improve in order to enhance peoples enjoyment and experience and build up a recurring visitor base for the future which will hopefully build to future generations.

Structure, governance and management

Constitution

The company was registered as a charity on 26 January 2018. The charity is a company limited by guarantee and is governed by its Articles of Association.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr G Lee
Mr N J Noon
Mr H R Noon
Mr A M Ashworth
Mr P A Lewin
Mr P Ingham
Mr D J Lee
Mr G I Lee

The minimum number of trustees shall be two but (unless otherwise determined by ordinary resolution) shall not be subject to any maximum.

The charity may by ordinary resolution appoint a person who is willing to act to be a trustee and determine the rotation in which any additional trustees are to retire.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £10 in the event of a winding up.

Auditor

In accordance with the company's articles, a resolution proposing that Azets Audit Services be reappointed as auditor of the company will be put at a General Meeting.

Disclosure of information to auditor

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

Detailed Income & Expenditure

	2023	2022	2021	2020
<u>Income</u>				
Fundraising activities	1,148,375	879,288	548,513	112,220
Donations	705,820	1,363,770	1,019,073	1,349,096
COVID grants	-	96	56,754	70,605
Trading activities: in trading subsidiary	324,727	-	-	-
Trading activities: in charity	25,363	63,228	76,782	52,677
Hire of facilities & building rental	52,392	56,302	21,542	12,790
Other (secretarial services, sale of assets)	14,400	22,250	12,000	12,000
Total income	2,271,077	2,384,934	1,734,664	1,609,388
<u>Expenditure</u>				
CONSERVATION				
Salaries	177,900	148,370	-	-
Direct costs	104,939	96,392	100,554	81,380
Share of support costs	236,570	206,298	-	-
CHARITABLE EVENTS				
Staff costs: events	257,297	117,127	67,007	23,325
Staff costs: maintenance	98,297	138,465	311,539	266,922
Depreciation	259,288	259,949	153,319	80,385
Direct costs	554,487	548,100	289,530	86,963
Share of support costs	472,868	355,384	378,042	263,203
NON-CHARITABLE TRADING EVENTS				
Direct costs	240,858	16,914	33,757	25,968
Allocation of support costs	37,317	36,225	23,478	20,777
SUPPORT COSTS				
Salaries	375,673	256,460	149,873	125,531
Other overheads	323,886	295,705	228,704	121,284
Governance costs	25,416	31,646	17,015	32,896
Depreciation	21,779	14,096	5,928	4,269
Reallocated as above	(746,755)	(597,907)	(401,520)	(283,980)
Total expenditure per accounts	2,439,820	1,923,224	1,357,226	848,923
<u>Fixed assets movements</u>				
Depreciation	281,067	274,045	156,896	84,654
Capital expenditure	184,520	737,962	758,307	862,001
Surplus / (Deficit)	(168,743)	461,710	377,438	760,465

NOTE:

Conservation costs are not associated with operation running costs. £519,409 is the cost of complete restoration of Taymar (ongoing) and Baldwin (ongoing). Mease Valley coaches x Liverpool festival, 4 disabled conversion works completed. Cosmetic conservation of Handyman £50,000 donation to the overhaul of Darjeeling Loco. There are also numerous ongoing small museum projects to further the originality of the individual exhibits. The ongoing maintenance and preservation of the Hunslet Archive.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) ***FOR THE YEAR ENDED 31 DECEMBER 2023***

The trustees' report was approved by the Board of Trustees.

Mr G Lee

Trustee

Dated: 2 September 2024

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2023

The trustees, who are also the directors of Statfold Narrow Gauge Museum Trust Ltd for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these 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 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 charity will continue in operation.

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

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF STATFOLD NARROW GAUGE MUSEUM TRUST LTD

Opinion

We have audited the financial statements of Statfold Narrow Gauge Museum Trust Ltd (the 'charity') and its subsidiary for the year ended 31 December 2023 which comprise the group statement of financial activities, the group and parent charitable company balance sheets, the group cash flow statement and the notes to the financial statements, including 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 group and charitable company's affairs as at 31 December 2023 and of its incoming resources and application of resources, for the year 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.

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 *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charity 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 charity'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 other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. 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 course of 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.

Matters on which we are required to report by exception

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

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF STATFOLD NARROW GAUGE MUSEUM TRUST LTD

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose 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 charity'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.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 an auditor's report 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.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

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 of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF STATFOLD NARROW GAUGE MUSEUM TRUST LTD

Use of our report

This report is made solely to the charity'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 charity's trustees those matters we are required to state to them in an auditor's 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Mr Mark Jackson FCA DChA (Senior Statutory Auditor)

for and on behalf of Azets Audit Services

Chartered Accountants

Statutory Auditor

5 September 2024

Westpoint
Lynch Wood
Peterborough
Cambridgeshire
United Kingdom
PE2 6FZ

Azets Audit Services is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2023

Group		Unrestricted funds 2023 £	Unrestricted funds 2022 £
	Notes		
<u>Income and endowments from:</u>			
Donations and legacies	3	705,820	1,363,866
Charitable activities	4	1,148,375	879,288
Other trading activities	5	402,482	119,530
Other income	6	14,400	22,250
Total income		2,271,077	2,384,934
<u>Expenditure on:</u>			
Raising funds	7	278,175	53,139
Charitable activities	8	2,161,645	1,870,085
Total resources expended		2,439,820	1,923,224
Net (expenditure)/income for the year/ Net movement in funds		(168,743)	461,710
Fund balances at 1 January 2023		4,420,145	3,958,435
Fund balances at 31 December 2023		4,251,402	4,420,145

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

CONSOLIDATED BALANCE SHEET

AS AT 31 DECEMBER 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	13		4,858,386		4,954,932
Current assets					
Stocks	14	45,020		27,588	
Debtors	15	45,076		45,217	
Cash at bank and in hand		55,235		53,002	
			145,331		125,807
Creditors: amounts falling due within one year	17	(731,972)		(630,375)	
Net current liabilities			(586,641)		(504,568)
Total assets less current liabilities			4,271,745		4,450,364
Creditors: amounts falling due after more than one year	18		(20,343)		(30,219)
Net assets			4,251,402		4,420,145
Income funds					
Unrestricted funds			4,251,402		4,420,145
			4,251,402		4,420,145

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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

The financial statements were approved by the Trustees on 2 September 2024

Mr G Lee
Trustee

Company Registration No. 10919496

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

BALANCE SHEET

AS AT 31 DECEMBER 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	13		4,858,386		4,954,932
Current assets					
Stocks	14	45,020		27,588	
Debtors	15	56,434		45,217	
Cash at bank and in hand		32,644		53,002	
			134,098		125,807
Creditors: amounts falling due within one year	17	(754,605)		(630,375)	
Net current liabilities			(620,507)		(504,568)
Total assets less current liabilities			4,237,879		4,450,364
Creditors: amounts falling due after more than one year	18		(20,343)		(30,219)
Net assets			4,217,536		4,420,145
Income funds					
Unrestricted funds			4,217,536		4,420,145
			4,217,536		4,420,145

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2023, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

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

The financial statements were approved by the Trustees on 2 September 2024

Mr G Lee
Trustee

Company registration number 10919496

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2023

	Notes	2023 £	£	2022 £	£
Cash flows from operating activities					
Cash generated from operations	23		196,629		740,765
Investing activities					
Purchase of tangible fixed assets		(184,520)		(737,962)	
Net cash used in investing activities			(184,520)		(737,962)
Financing activities					
Repayment of bank loans		(9,876)		(9,634)	
Net cash used in financing activities			(9,876)		(9,634)
Net increase/(decrease) in cash and cash equivalents			2,233		(6,831)
Cash and cash equivalents at beginning of year			53,002		59,833
Cash and cash equivalents at end of year			55,235		53,002

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

Charity information

Statfold Narrow Gauge Museum Trust Ltd is a private company limited by guarantee incorporated in England and Wales. The registered office is The Grain Store, Statfold Barn Farm, Ashby Road, Tamworth, Staffordshire, B79 0BU.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006, 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 charity is a Public Benefit Entity as defined by FRS 102.

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 £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 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. The charity continues to be dependent on the support of certain of its Trustees, in the form of donations, to enable it to meet its site development and operating costs. These Trustees have confirmed their intention to continue to provide financial support such that the charity can operate as a going concern and meet its debts and liabilities as they fall due for a period of 12 months from the date of approval of these accounts. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

(Continued)

1.5 Expenditure

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.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Event centre	2% straight line
Plant and equipment	15% reducing balance
Fixtures, fittings and event equipment	15% - 33% reducing balance
Computers and office equipment	33% straight line
Locomotives, trains and rolling stock	Heritage assets not depreciated

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

The event centre has been built on land owned by one of the trustees for which no rent charge is made. On the basis that the trustees believe they will continue to occupy the land in the long term the event centre is being depreciated over the buildings useful economic life.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials.

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

3 Donations and legacies

	Charity 2023 £	Charity 2022 £	Group 2023 £	Group 2022 £
Donations and gifts	755,820	1,363,770	705,820	1,363,770
Other government grants	-	96	-	96
	<u>755,820</u>	<u>1,363,866</u>	<u>705,820</u>	<u>1,363,866</u>
Donations and gifts				
Donations	568,120	1,092,916	568,120	1,092,916
Gift aid receivable	137,700	270,854	137,700	270,854
Distribution from subsidiary	50,000	-	-	-
	<u>755,820</u>	<u>1,363,770</u>	<u>705,820</u>	<u>1,363,770</u>

Donations and gifts include cash donations from Mr G Lee of £359,400 (2022: £670,000), Mrs CA Lee of £180,000 (2022: £385,000), Mr G I Lee of £nil (2022: £715) and Mrs T Lee of £nil (2022: £2,000).

4 Charitable activities

Charity & Group	2023 £	2022 £
Steam museum guide books	5,581	6,223
Train driver experience receipts	1,900	6,799
Railway track rentals	12,000	12,000
Income from events	1,128,894	854,266
	<u>1,148,375</u>	<u>879,288</u>

Track rental income is receivable from Statfold Engineering, a business in which certain of the Trustees have a financial interest.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

5 Other trading activities

	Charity 2023 £	Charity 2022 £	Group 2023 £	Group 2022 £
Sales within trading company	-	-	324,727	-
Fundraising events	25,363	63,228	25,363	63,228
Hire of events centre	38,392	47,802	38,392	47,802
Building rental	14,000	8,500	14,000	8,500
Other trading activities	77,755	119,530	402,482	119,530

6 Other income

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Charity & Group		
Secretarial services	14,400	13,800
Other income	-	8,450
	14,400	22,250

Secretarial services relate to charges made to G & CA Lee for the shared use of resources and facilities.

7 Raising funds

	Charity 2023 £	Charity 2022 £	Group 2023 £	Group 2022 £
<u>Fundraising and publicity</u>				
Staging fundraising events	-	16,914	-	16,914
<u>Trading costs</u>				
Other trading activities	-	-	240,858	-
Support costs	37,317	36,225	37,317	36,225
	37,317	53,139	278,175	53,139

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

8 Charitable activities

	Charity 2023 £	Charity 2022 £	Group 2023 £	Group 2022 £
Staff costs	243,034	255,592	243,034	255,592
Depreciation and impairment	259,288	259,949	259,288	259,949
Conservation of steam collection	282,838	244,762	282,838	244,762
Guide books	-	5,042	-	5,042
Event costs	667,047	543,058	667,047	543,058
	<u>1,452,207</u>	<u>1,308,403</u>	<u>1,452,207</u>	<u>1,308,403</u>
Share of support costs (see note 9)	684,022	537,948	684,022	537,948
Share of governance costs (see note 9)	25,416	23,734	25,416	23,734
	<u>2,161,645</u>	<u>1,870,085</u>	<u>2,161,645</u>	<u>1,870,085</u>

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

9 Support costs

	Support costs	Governance costs	2023	Support costs	Governance costs	2022	Basis of allocation
	£	£	£	£	£	£	
Staff costs	375,674	-	375,674	256,460	-	256,460	Staff time
Depreciation	21,779	-	21,779	14,096	-	14,096	Staff time
Repairs	104,399	-	104,399	145,043	-	145,043	Staff time
Insurances	77,752	-	77,752	39,094	-	39,094	Staff time
Printing and stationery	11,719	-	11,719	7,153	-	7,153	Staff time
Telecommunications	10,339	-	10,339	4,480	-	4,480	Staff time
IT costs and website	8,907	-	8,907	2,794	-	2,794	Staff time
Subscriptions	4,103	-	4,103	4,229	-	4,229	Staff time
Heat and light	73,045	-	73,045	67,017	-	67,017	Staff time
Bank and finance charges	32,739	-	32,739	24,381	-	24,381	Staff time
Office expenses	883	-	883	1,514	-	1,514	Staff time
Audit fees	-	9,600	9,600	-	9,000	9,000	Governance
Legal and professional	-	11,316	11,316	-	20,196	20,196	Governance
Accountancy fees	-	4,500	4,500	-	2,450	2,450	Governance
	<u>721,339</u>	<u>25,416</u>	<u>746,755</u>	<u>566,261</u>	<u>31,646</u>	<u>597,907</u>	
Analysed between							
Trading	37,317	-	37,317	28,313	7,912	36,225	
Charitable activities: conservation	228,095	8,475	236,570	197,581	8,717	206,298	
Charitable activities: steam events	455,927	16,941	472,868	340,367	15,017	355,384	
	<u>721,339</u>	<u>25,416</u>	<u>746,755</u>	<u>566,261</u>	<u>31,646</u>	<u>597,907</u>	

Governance costs includes payments to the auditors of £9,600 (2022- £9,000) for audit fees.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

11 Employees

The average monthly number of employees during the year was:

	Charity 2023 Number	Group 2023 Number	Charity 2022 Number	Group 2022 Number
	57	57	44	44
Employment costs	Charity 2023 £	Group 2023 £	Charity 2022 £	Group 2022 £
Wages and salaries	717,425	829,984	589,861	589,861
Social security costs	51,119	51,119	46,623	46,623
Other pension costs	10,955	10,955	9,880	9,880
	779,499	892,058	646,364	646,364

There were no employees whose annual remuneration was £60,000 or more.

12 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

13 Tangible fixed assets

Charity & Group

	Event centre	Plant and equipment	Fixtures, fittings and event equipment	Computers and office equipment	Locomotives, trains and rolling stock	Total
	£	£	£	£	£	£
Cost						
At 1 January 2023	1,404,074	432,365	822,304	54,398	2,802,194	5,515,335
Additions	-	21,652	151,921	10,947	-	184,520
At 31 December 2023	1,404,074	454,017	974,225	65,345	2,802,194	5,699,855
Depreciation and impairment						
At 1 January 2023	65,141	139,641	323,264	32,356	-	560,402
Depreciation charged in the year	28,081	45,254	185,953	21,779	-	281,067
At 31 December 2023	93,222	184,895	509,217	54,135	-	841,469
Carrying amount						
At 31 December 2023	1,310,852	269,122	465,008	11,210	2,802,194	4,858,386
At 31 December 2022	1,338,932	292,723	499,040	22,043	2,802,194	4,954,932

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

14 Stocks

	2023 £	2022 £
Charity & Group		
Goods held for resale	45,020	27,588

15 Debtors

	Charity 2023 £	Charity 2022 £	Group 2023 £	Group 2022 £
Amounts falling due within one year:				
Trade debtors	13,749	14,765	15,695	14,765
Amounts owed by subsidiary undertakings	13,304	-	-	-
Other debtors	2,255	-	2,255	-
Prepayments and accrued income	27,126	30,452	27,126	30,452
	<u>56,434</u>	<u>45,217</u>	<u>45,076</u>	<u>45,217</u>

16 Loans and overdrafts

	2023 £	2022 £
Charity & Group		
Bank loans	31,125	41,001
Payable within one year	10,782	10,782
Payable after one year	<u>20,343</u>	<u>30,219</u>

The charity has a bank loan comprising a 2.5% fixed rate loan totalling £50,000 repayable in equal instalments by June 2026, following a 12 month capital repayment holiday.

17 Creditors: amounts falling due within one year

	Notes	Charity 2023 £	Charity 2022 £	Group 2023 £	Group 2022 £
Bank loans	16	10,782	10,782	10,782	10,782
Other taxation and social security		74,852	39,999	85,424	39,999
Trade creditors		587,578	531,740	588,319	531,740
Amounts owed to subsidiary undertakings		44,545	-	-	-
Other creditors		4,137	2,819	4,137	2,819
Accruals and deferred income		32,714	45,035	43,310	45,035
		<u>754,608</u>	<u>630,375</u>	<u>731,972</u>	<u>630,375</u>

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

18 Creditors: amounts falling due after more than one year

Charity & Group	Notes	2023 £	2022 £
Bank loans	16	20,343	30,219

19 Retirement benefit schemes

Defined contribution schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £10,955 (2022 - £9,880).

20 Operating lease commitments

Charity & Group

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2023 £	2022 £
Within one year	-	1,000

21 Related party transactions

The Group has taken advantage of the exemption permitted by FRS 102 Section 33 "Related Party Disclosures" not to provide disclosures of transactions entered into with other wholly owned members of the Group.

Trade debtors include the amount of £1,200 (2022: £1,200) due from Statfold Engineering Ltd, a company in which certain of the Trustees hold a financial interest, and £849 (2022: £nil) due from G & CA Lee, a partnership in which certain of the Trustees hold a financial interest.

Trade creditors include the amount of £411,043 (2022: £407,243) due to G & CA Lee, a partnership in which certain of the Trustees have a financial interest.

The charity's activities are located on land owned by Mr G Lee, one of the trustees, for which annual rent of £1,000 (2022: £1,000) is paid.

The charity purchased goods and services in the amount of £12,472 (2022: £45,221) and recharged costs of £41,924 (2022: £16,560) to G & CA Lee, a partnership in which certain trustees have a financial interest.

The charity purchased goods and services in the amount of £6,525 (2022: £12,029) and received income of £14,704 (2022: £14,400) from Statfold Engineering Limited, a company in which certain trustees have a financial interest.

A distribution of £50,000 was paid to the charity by its subsidiary Statfold Narrow Gauge Museum (Trading) Ltd during the year (2022: £nil), with a further £33,869 to be paid after the year end (2022: £nil).

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

22 Subsidiaries

Details of the charity's subsidiaries at 31 December 2023 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held Direct Indirect
Statfold Narrow Gauge Museum (Trading) Ltd	England & Wales	Operation of events and facilities to support the museum (dormant in previous year)	Ordinary	100.00

Name of undertaking	Profit/(Loss) £	Capital and Reserves £
Statfold Narrow Gauge Museum (Trading) Ltd	33,870	33,871

23 Cash generated from operations

	2023 £	2022 £
(Deficit)/surplus for the year	(168,743)	461,710
Adjustments for:		
Depreciation and impairment of tangible fixed assets	281,067	274,045
Movements in working capital:		
(Increase) in stocks	(17,433)	(26,474)
Decrease in debtors	141	36,665
Increase/(decrease) in creditors	101,597	(5,181)
Cash generated from operations	196,629	740,765

24 Analysis of changes in net funds

	At 1 January 2023 £	Cash flows £	At 31 December 2023 £
Cash at bank and in hand	53,002	2,233	55,235
Loans falling due within one year	(10,782)	-	(10,782)
Loans falling due after more than one year	(30,219)	9,876	(20,343)
	<u>12,001</u>	<u>12,109</u>	<u>24,110</u>

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

England & Wales - Charity number 1176862

Accounts

Charity registration number 1176862

Company registration number 10919496 (England and Wales)

STATFOLD NARROW GAUGE MUSEUM TRUST LTD
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr G Lee Mr N J Noon Mr H R Noon Mr A M Ashworth Mr P A Lewin Mr P Ingham Mr D J Lee Mr G I Lee
Secretary	Mr H Noon
Charity number	1176862
Company number	10919496
Registered office	The Grain Store Statfold Barn Farm Ashby Road Tamworth Staffordshire B79 0BU
Auditor	Azets Audit Services Ruthlyn House 90 Lincoln Road Peterborough Cambridgeshire United Kingdom PE1 2SP

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

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STATFOLD NARROW GAUGE MUSEUM TRUST LTD

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees present their annual report and financial statements for the year ended 31 December 2022.

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 Articles of Association, the Companies Act 2006 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)".

Objectives and activities

The objects of the charity are:

To educate the public in the history and development of our steam heritage by;

- maintaining, encouraging and continuing the establishment of a Steam Heritage Museum at Statfold Barn, Statfold, Tamworth, in the County of Staffordshire;
- promoting the preservation, conservation, maintenance and repair of heritage steam locomotives and rolling stock and other steam powered vehicles; and
- maintaining railway archives, historical records and railway artefacts.

In furtherance of these objects the Charity may:

- organise and promote such meetings, exhibitions, festivals, open days and other events as will foster interest in and enjoyment of the Museum, and further the purposes of the Charity.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Significant

activities

Our aim is to develop our infrastructure, café, car park, toilets, and provide facilities for Junior visitors, creating a more interesting place for all.

Due to covid this has once again been an extremely difficult and challenging year. The Trust assets have been well looked after and during lockdown we have managed to complete some restoration projects. Furthermore, we have been able to develop more outside facilities to enable the Trust to increase footfall and revenue. Going forward we expect visitor numbers to increase substantially post covid and this will be achieved by improved marketing, school visits, museum activities and camping and our newly developed Soft Play and Clip and Climb areas.

Finally, we have pleasure in confirming that the Trust is in good order and looking forward to the coming year.

Achievements and performance

Financial review

The Statement of Financial Activities for the second period of operations shows a net surplus for the year of £760,465 (2021: £1,011,461) and our reserves, all of which are unrestricted, stand at £3,580,997 (2021: £2,820,532).

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

Whilst this is our aim, the charity continues to be dependent on the support of certain of its Trustees, in the form of donations, to enable it to meet its site development and operating costs. These Trustees have confirmed their intention to continue to provide financial support such that the charity can operate as a going concern and meet its debts and liabilities as they fall due for a period of 12 months from the date of approval of these accounts.

The charity also occupies land and buildings owned by Mr G Lee, one of the Trustees, for which a nominal rental charge is made. A lease is currently being prepared which will secure the charity's right to occupy all the property and land on the site currently occupied, with provision for further expansion if required.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) *FOR THE YEAR ENDED 31 DECEMBER 2022*

Risks

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Future plans

We aim to extend the amount and variety of our already successful events in order for visitors to learn about steam heritage. We aim to take on board from previous events any way that we are able to improve in order to enhance peoples enjoyment and experience and build up a recurring visitor base for the future which will hopefully build to future generations.

Structure, governance and management

Constitution

The company was registered as a charity on 26 January 2018. The charity is a company limited by guarantee and is governed by its Articles of Association.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr G Lee
Mr N J Noon
Mr H R Noon
Mr A M Ashworth
Mr P A Lewin
Mr P Ingham
Mr D J Lee
Mr G I Lee

The minimum number of trustees shall be two but (unless otherwise determined by ordinary resolution) shall not be subject to any maximum.

The charity may by ordinary resolution appoint a person who is willing to act to be a trustee and determine the rotation in which any additional trustees are to retire.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £10 in the event of a winding up.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) *FOR THE YEAR ENDED 31 DECEMBER 2022*

Auditor

In accordance with the company's articles, a resolution proposing that Azets Audit Services be reappointed as auditor of the company will be put at a General Meeting.

The trustees' report was approved by the Board of Trustees.

Mr G Lee

Trustee

Dated: 6 June 2023

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees, who are also the directors of Statfold Narrow Gauge Museum Trust Ltd for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these 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 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 charity will continue in operation.

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

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF STATFOLD NARROW GAUGE MUSEUM TRUST LTD

Opinion

We have audited the financial statements of Statfold Narrow Gauge Museum Trust Ltd (the 'charity') for the year ended 31 December 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including 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 December 2022 and of its incoming resources and application of resources, for the year 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.

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 *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charity 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 charity'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 other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. 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 course of 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.

Matters on which we are required to report by exception

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

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF STATFOLD NARROW GAUGE MUSEUM TRUST LTD

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose 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 charity'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.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 an auditor's report 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.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

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 of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF STATFOLD NARROW GAUGE MUSEUM TRUST LTD

Use of our report

This report is made solely to the charity'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 charity'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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Mr Mark Jackson FCA DChA (Senior Statutory Auditor)

for and on behalf of Azets Audit Services

Chartered Accountants

Statutory Auditor

6 June 2023

Ruthlyn House
90 Lincoln Road
Peterborough
Cambridgeshire
United Kingdom
PE1 2SP

Azets Audit Services is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	Unrestricted funds 2022 £	Unrestricted funds 2021 £
<u>Income and endowments from:</u>			
Donations and legacies	3	1,363,866	1,075,827
Charitable activities	4	879,288	548,513
Other trading activities	5	119,530	98,324
Other income	6	22,250	12,000
Total income		2,384,934	1,734,664
<u>Expenditure on:</u>			
Raising funds	7	53,139	57,235
Charitable activities	8	1,870,085	1,299,991
Total resources expended		1,923,224	1,357,226
Net income for the year/ Net movement in funds		461,710	377,438
Fund balances at 1 January 2022		3,958,435	3,580,997
Fund balances at 31 December 2022		4,420,145	3,958,435

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

BALANCE SHEET

AS AT 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	12		4,954,932		4,491,015
Current assets					
Stocks	14	27,588		1,114	
Debtors	15	45,217		81,882	
Cash at bank and in hand		53,002		59,833	
			125,807		142,829
Creditors: amounts falling due within one year	17	(630,375)		(635,556)	
Net current liabilities			(504,568)		(492,727)
Total assets less current liabilities			4,450,364		3,998,288
Creditors: amounts falling due after more than one year	18		(30,219)		(39,853)
Net assets			4,420,145		3,958,435
Income funds					
Unrestricted funds			4,420,145		3,958,435
			4,420,145		3,958,435

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2022, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

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

The financial statements were approved by the Trustees on 6 June 2023

Mr G Lee
Trustee

Company registration number 10919496

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from operations	22		740,765		789,940
Investing activities					
Purchase of tangible fixed assets		(737,962)		(772,306)	
Proceeds on disposal of tangible fixed assets		-		11,648	
Net cash used in investing activities			(737,962)		(760,658)
Financing activities					
Repayment of bank loans		(9,634)		635	
Net cash (used in)/generated from financing activities			(9,634)		635
Net (decrease)/increase in cash and cash equivalents			(6,831)		29,917
Cash and cash equivalents at beginning of year			59,833		29,916
Cash and cash equivalents at end of year			53,002		59,833

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

Charity information

Statfold Narrow Gauge Museum Trust Ltd is a private company limited by guarantee incorporated in England and Wales. The registered office is The Grain Store, Statfold Barn Farm, Ashby Road, Tamworth, Staffordshire, B79 0BU.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006, 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 charity is a Public Benefit Entity as defined by FRS 102.

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 £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 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. The charity continues to be dependent on the support of certain of its Trustees, in the form of donations, to enable it to meet its site development and operating costs. These Trustees have confirmed their intention to continue to provide financial support such that the charity can operate as a going concern and meet its debts and liabilities as they fall due for a period of 12 months from the date of approval of these accounts. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

1.5 Expenditure

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.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Event centre	2% straight line
Plant and equipment	15% reducing balance
Fixtures, fittings and event equipment	15% - 33% reducing balance
Computers and office equipment	33% straight line
Locomotives, trains and rolling stock	Heritage assets not depreciated

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

The event centre has been built on land owned by one of the trustees for which no rent charge is made. On the basis that the trustees believe they will continue to occupy the land in the long term the event centre is being depreciated over the buildings useful economic life.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials.

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Donations and gifts	1,363,770	1,019,073
Coronavirus Job Retention Scheme grants	-	45,420
Other government grants	96	11,334
	<u>1,363,866</u>	<u>1,075,827</u>
Donations and gifts		
Donations	1,092,916	816,966
Gift aid receivable	270,854	202,107
	<u>1,363,770</u>	<u>1,019,073</u>

Donations and gifts include cash donations from Mr G Lee of £670,000 (2021: £552,500), Mrs CA Lee of £385,000 (2021: £220,000), Mr G I Lee of £715 (2021: £nil) and Mrs T Lee of £2,000 (2021: £13,927).

4 Charitable activities

	2022	2021
	£	£
Steam museum guide books	6,223	9,722
Train driver experience receipts	6,799	1,984
Railway track rentals	12,000	12,000
Income from events	854,266	524,807
	<u>879,288</u>	<u>548,513</u>

Track rental income is receivable from Statfold Engineering, a business in which certain of the Trustees have a financial interest.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

5 Other trading activities

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Fundraising events	63,228	76,282
Hire of events centre	47,802	21,542
Building rental	8,500	500
Other trading activities	119,530	98,324

6 Other income

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Secretarial services	13,800	12,000
Other income	8,450	-
	22,250	12,000

Secretarial services relate to charges made to G & CA Lee for the shared use of resources and facilities.

7 Raising funds

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
<u>Fundraising and publicity</u>		
Staging fundraising events	16,914	33,757
<u>Trading costs</u>		
Support costs	36,225	23,478
	53,139	57,235

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

8 Charitable activities

	2022 £	2021 £
Staff costs	403,962	378,546
Depreciation and impairment	259,949	153,319
Artefacts and repairs to collection	96,392	100,554
Guide books	5,042	4,269
Event costs	543,058	285,261
	1,308,403	921,949
Share of support costs (see note 9)	537,948	365,280
Share of governance costs (see note 9)	23,734	12,762
	1,870,085	1,299,991

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

9 Support costs

	Support costs	Governance costs	2022 Support costs	Governance costs	2021	Basis of allocation
	£	£	£	£	£	
Staff costs	256,460	-	256,460	149,873	149,873	Staff time
Depreciation	14,096	-	14,096	5,928	5,928	Staff time
Repairs	145,043	-	145,043	74,950	74,950	Staff time
Insurances	39,094	-	39,094	24,636	24,636	Staff time
Printing and stationery	7,153	-	7,153	6,723	6,723	Staff time
Telecommunications	4,480	-	4,480	3,487	3,487	Staff time
IT costs and website	2,794	-	2,794	22,871	22,871	Staff time
Subscriptions	4,229	-	4,229	3,511	3,511	Staff time
Heat and light	67,017	-	67,017	52,658	52,658	Staff time
Rent	-	-	-	1,000	1,000	Staff time
Bank and finance charges	24,381	-	24,381	26,362	26,362	Staff time
Office expenses	1,514	-	1,514	858	858	Staff time
Profit/loss on disposal of assets	-	-	-	11,648	11,648	Staff time
Audit fees	-	9,000	9,000	-	8,750	Governance
Legal and professional	-	20,196	20,196	-	7,090	Governance
Accountancy fees	-	2,450	2,450	-	1,175	Governance
	<u>566,261</u>	<u>31,646</u>	<u>597,907</u>	<u>384,505</u>	<u>17,015</u>	<u>401,520</u>
Analysed between						
Trading	28,313	7,912	36,225	19,225	4,253	23,478
Charitable activities	537,948	23,734	561,682	365,280	12,762	378,042
	<u>566,261</u>	<u>31,646</u>	<u>597,907</u>	<u>384,505</u>	<u>17,015</u>	<u>401,520</u>

Governance costs includes payments to the auditors of £8,750 (2021- £8,250) for audit fees.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

11 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
	44	27
Employment costs	2022	2021
	£	£
Wages and salaries	589,861	474,196
Social security costs	46,623	38,146
Other pension costs	9,880	9,259
	646,364	521,601

There were no employees whose annual remuneration was more than £60,000.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

12 Tangible fixed assets

	Event centre	Plant and equipment	Fixtures, fittings and event equipment	Computers and office equipment	Locomotives, trains and rolling stock	Total
	£	£	£	£	£	£
Cost						
At 1 January 2022	1,238,377	416,000	452,250	34,961	2,635,785	4,777,373
Additions	165,697	16,364	370,054	19,438	166,409	737,962
	<u>1,404,074</u>	<u>432,364</u>	<u>822,304</u>	<u>54,399</u>	<u>2,802,194</u>	<u>5,515,335</u>
Depreciation and impairment						
At 1 January 2022	37,825	89,884	140,389	18,260	-	286,358
Depreciation charged in the year	27,317	49,757	182,875	14,096	-	274,045
	<u>65,142</u>	<u>139,641</u>	<u>323,264</u>	<u>32,356</u>	<u>-</u>	<u>560,403</u>
Carrying amount						
At 31 December 2022	<u>1,338,932</u>	<u>292,723</u>	<u>499,040</u>	<u>22,043</u>	<u>2,802,194</u>	<u>4,954,932</u>
At 31 December 2021	<u>1,200,552</u>	<u>326,116</u>	<u>311,861</u>	<u>16,701</u>	<u>2,635,785</u>	<u>4,491,015</u>

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

13 Investments

The charity is the sole legal member of Statfold Narrow Gauge Museum (Trading) Limited, a company incorporated in England and Wales and limited by guarantee. The company remained dormant during the year and has no assets.

14 Stocks

	2022 £	2021 £
Goods held for resale	27,588	1,114

15 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Trade debtors	14,765	3,605
Other debtors	-	29,981
Prepayments and accrued income	30,452	48,296
	45,217	81,882

Trade debtors include the amount of £1,200 (2021: £1,200) due from Statfold Engineering Ltd, a company in which certain of the Trustees hold a financial interest, and £nil (2021: £1,107) due from Statfold Seed Oil Developments Limited, a company in which certain of the Trustees hold a financial interest.

16 Loans and overdrafts

	2022 £	2021 £
Bank loans	41,001	50,635
Payable within one year	10,782	10,782
Payable after one year	30,219	39,853

The charity has a bank loan comprising a 2.5% fixed rate loan totalling £50,000 repayable in equal instalments by June 2026, following a 12 month capital repayment holiday.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

17 Creditors: amounts falling due within one year

	Notes	2022 £	2021 £
Bank loans	16	10,782	10,782
Other taxation and social security		39,999	16,762
Trade creditors		531,740	582,022
Other creditors		2,819	2,572
Accruals and deferred income		45,035	23,418
		<u>630,375</u>	<u>635,556</u>

Trade creditors include the amount of £407,243 (2021: £377,222) due to G & CA Lee, a partnership in which certain of the Trustees have a financial interest, and £nil (2021: £36) due to Statfold Engineering Ltd, a company in which certain of the Trustees have a financial interest.

18 Creditors: amounts falling due after more than one year

	Notes	2022 £	2021 £
Bank loans	16	<u>30,219</u>	<u>39,853</u>

19 Retirement benefit schemes

Defined contribution schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £9,880 (2021 - £9,259).

20 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2022 £	2021 £
Within one year	1,000	1,000
Between two and five years	-	1,000
	<u>1,000</u>	<u>2,000</u>

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

21 Related party transactions

The charity's activities are located on land owned by Mr G Lee, one of the trustees, for which annual rent of £1,000 (2021: £1,000) is paid.

The charity purchased goods and services in the amount of £45,221 (2021: £131,324) and recharged costs of £16,560 (2021: £14,400) to G & CA Lee, a partnership in which certain trustees have a financial interest.

The charity purchased goods and services in the amount of £12,029 (2021: £43,051) and received income of £14,400 (2021: £17,939) from Statfold Engineering Limited, a company in which certain trustees have a financial interest.

The charity received income of £nil (2021: £1,107) from Statfold Seed Oil Developments Limited, a company in which certain trustees have a financial interest.

22 Cash generated from operations	2022 £	2021 £
Surplus for the year	461,710	377,438
Adjustments for:		
Depreciation and impairment of tangible fixed assets	274,045	159,247
Movements in working capital:		
(Increase) in stocks	(26,474)	(814)
Decrease/(increase) in debtors	36,665	(35,299)
(Decrease)/increase in creditors	(5,181)	289,368
Cash generated from operations	740,765	789,940

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

England & Wales - Charity number 1176862

Accounts

Charity Registration No. 1176862

Company Registration No. 10919496 (England and Wales)

STATFOLD NARROW GAUGE MUSEUM TRUST LTD
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr G Lee Mr N J Noon Mr H R Noon Mr A M Ashworth Mr P A Lewin Mr P Ingham Mr D J Lee Mr G I Lee
Secretary	Mr H Noon
Charity number	1176862
Company number	10919496
Registered office	The Grain Store Statfold Barn Farm Ashby Road Tamworth Staffordshire B79 0BU
Auditor	Azets Audit Services Ruthlyn House 90 Lincoln Road Peterborough United Kingdom PE1 2SP

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

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STATFOLD NARROW GAUGE MUSEUM TRUST LTD

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees present their report and financial statements for the year ended 31 December 2021.

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 Articles of Association, the Companies Act 2006 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)".

Objectives and activities

The objects of the charity are:

To educate the public in the history and development of our steam heritage by;

- maintaining, encouraging and continuing the establishment of a Steam Heritage Museum at Statfold Barn, Statfold, Tamworth, in the County of Staffordshire;
- promoting the preservation, conservation, maintenance and repair of heritage steam locomotives and rolling stock and other steam powered vehicles; and
- maintaining railway archives, historical records and railway artefacts.

In furtherance of these objects the Charity may:

- organise and promote such meetings, exhibitions, festivals, open days and other events as will foster interest in and enjoyment of the Museum, and further the purposes of the Charity.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Significant activities

Our aim is to develop our infrastructure, café, car park, toilets, and provide facilities for Junior visitors, creating a more interesting place for all.

Due to covid this has once again been an extremely difficult and challenging year. The Trust assets have been well looked after and during lockdown we have managed to complete some restoration projects. Furthermore, we have been able to develop more outside facilities to enable the Trust to increase footfall and revenue. Going forward we expect visitor numbers to increase substantially post covid and this will be achieved by improved marketing, school visits, museum activities and camping and our newly developed Soft Play and Clip and Climb areas.

Finally, we have pleasure in confirming that the Trust is in good order and looking forward to the coming year.

Achievements and performance

Financial review

The Statement of Financial Activities for the second period of operations shows a net surplus for the year of £760,465 (2020: £1,011,461) and our reserves, all of which are unrestricted, stand at £3,580,997 (2020: £2,820,532).

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

Whilst this is our aim, the charity continues to be dependent on the support of certain of its Trustees, in the form of donations, to enable it to meet its site development and operating costs. These Trustees have confirmed their intention to continue to provide financial support such that the charity can operate as a going concern and meet its debts and liabilities as they fall due for a period of 12 months from the date of approval of these accounts.

The charity also occupies land and buildings owned by Mr G Lee, one of the Trustees, for which a nominal rental charge is made. A lease is currently being prepared which will secure the charity's right to occupy all the property and land on the site currently occupied, with provision for further expansion if required.

Risks

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Future plans

We aim to extend the amount and variety of our already successful events in order for visitors to learn about steam heritage. We aim to take on board from previous events any way that we are able to improve in order to enhance peoples enjoyment and experience and build up a recurring visitor base for the future which will hopefully build to future generations.

Structure, governance and management

Constitution

The company was registered as a charity on 26 January 2018. The charity is a company limited by guarantee and is governed by its Articles of Association.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr G Lee
Mr N J Noon
Mr H R Noon
Mr A M Ashworth
Mr P A Lewin
Mr P Ingham
Mr D J Lee
Mr G I Lee

The minimum number of trustees shall be two but (unless otherwise determined by ordinary resolution) shall not be subject to any maximum.

The charity may by ordinary resolution appoint a person who is willing to act to be a trustee and determine the rotation in which any additional trustees are to retire.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £10 in the event of a winding up.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) ***FOR THE YEAR ENDED 31 DECEMBER 2021***

Auditor

In accordance with the company's articles, a resolution proposing that Azets Audit Services be reappointed as auditor of the company will be put at a General Meeting.

The trustees' report was approved by the Board of Trustees.

Mr G Lee

Trustee

Dated: 31 March 2022

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees, who are also the directors of Statfold Narrow Gauge Museum Trust Ltd for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF STATFOLD NARROW GAUGE MUSEUM TRUST LTD

Opinion

We have audited the financial statements of Statfold Narrow Gauge Museum Trust Ltd (the 'charity') for the year ended 31 December 2021 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 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 December 2021 and of its incoming resources and application of resources, for the year 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.

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 *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charity 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 charity'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 other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. 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 course of 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.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF STATFOLD NARROW GAUGE MUSEUM TRUST LTD

Matters on which we are required to report by exception

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

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose 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 charity'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.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 an auditor's report 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.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF STATFOLD NARROW GAUGE MUSEUM TRUST LTD

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

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 of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Use of our report

This report is made solely to the charity'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 charity'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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Mr Mark Jackson FCA DChA (Senior Statutory Auditor)
for and on behalf of Azets Audit Services
Chartered Accountants
Statutory Auditor

1 April 2022

Ruthlyn House
90 Lincoln Road
Peterborough
United Kingdom
PE1 2SP

Azets Audit Services is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under of section 1212 of the Companies Act 2006.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestricted funds 2021 £	Unrestricted funds 2020 £
<u>Income and endowments from:</u>			
Donations and legacies	3	1,075,827	1,419,701
Charitable activities	4	548,513	112,220
Other trading activities	5	98,324	65,467
Other income	6	12,000	12,000
Total income		1,734,664	1,609,388
<u>Expenditure on:</u>			
Raising funds	7	57,235	46,745
Charitable activities	8	1,299,991	802,178
Total resources expended		1,357,226	848,923
Net income for the year/ Net movement in funds		377,438	760,465
Fund balances at 1 January 2021		3,580,997	2,820,532
Fund balances at 31 December 2021		3,958,435	3,580,997

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

BALANCE SHEET

AS AT 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	12		4,491,015		3,889,604
Current assets					
Stocks	14	1,114		300	
Debtors	15	81,882		46,583	
Cash at bank and in hand		59,833		29,916	
			142,829		76,799
Creditors: amounts falling due within one year	17	(635,556)		(341,239)	
Net current liabilities			(492,727)		(264,440)
Total assets less current liabilities			3,998,288		3,625,164
Creditors: amounts falling due after more than one year	18		(39,853)		(44,167)
Net assets			3,958,435		3,580,997
Income funds					
Unrestricted funds			3,958,435		3,580,997
			3,958,435		3,580,997

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2021, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

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

The financial statements were approved by the Trustees on 31 March 2022

Mr G Lee
Trustee

Company Registration No. 10919496

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Cash flows from operating activities					
Cash generated from operations	22		789,940		731,303
Investing activities					
Purchase of tangible fixed assets		(772,306)		(862,001)	
Proceeds on disposal of tangible fixed assets		11,648		-	
Net cash used in investing activities			(760,658)		(862,001)
Financing activities					
Proceeds of new bank loans		-		50,000	
Repayment of bank loans		635		-	
Net cash generated from financing activities			635		50,000
Net increase/(decrease) in cash and cash equivalents			29,917		(80,698)
Cash and cash equivalents at beginning of year			29,916		110,614
Cash and cash equivalents at end of year			59,833		29,916

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

Charity information

Statfold Narrow Gauge Museum Trust Ltd is a private company limited by guarantee incorporated in England and Wales. The registered office is The Grain Store, Statfold Barn Farm, Ashby Road, Tamworth, Staffordshire, B79 0BU.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006 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)". The charity is a Public Benefit Entity as defined by FRS 102.

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 £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 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. The charity continues to be dependent on the support of certain of its Trustees, in the form of donations, to enable it to meet its site development and operating costs. These Trustees have confirmed their intention to continue to provide financial support such that the charity can operate as a going concern and meet its debts and liabilities as they fall due for a period of 12 months from the date of approval of these accounts. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.5 Expenditure

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.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Event centre	2% straight line
Plant and equipment	15% reducing balance
Fixtures, fittings and event equipment	15% - 33% reducing balance
Computers and office equipment	33% straight line
Locomotives, trains and rolling stock	Heritage assets not depreciated

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

The event centre has been built on land owned by one of the trustees for which no rent charge is made. On the basis that the trustees believe they will continue to occupy the land in the long term the event centre is being depreciated over the buildings useful economic life.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials.

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
Donations and gifts	1,019,073	1,349,096
Coronavirus Job Retention Scheme grants	45,420	70,605
Other government grants	11,334	-
	<u>1,075,827</u>	<u>1,419,701</u>
Donations and gifts		
Donations	816,966	1,085,627
Gift aid receivable	202,107	263,469
	<u>1,019,073</u>	<u>1,349,096</u>

Donations and gifts include cash donations from Mr G Lee of £552,500 (2020: £893,500), Mrs CA Lee of £220,000 (2020: £150,000), Mr G I Lee of £nil (2020: £15,075), Mrs T Lee of £13,927 (2020: £300) and Mr D Lee of £nil (2020: £7,500),

4 Charitable activities

	2021 £	2020 £
Steam museum guide books	9,722	2,854
Train driver experience receipts	1,984	1,542
Railway track rentals	12,000	12,000
Income from events	524,807	95,824
	<u>548,513</u>	<u>112,220</u>

Track rental income is receivable from Statfold Engineering, a business in which certain of the Trustees have a financial interest.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

5 Other trading activities

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
Fundraising events	76,282	52,677
Hire of events centre	22,042	12,790
Other trading activities	98,324	65,467

6 Other income

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
Other income	12,000	12,000

Other income represents charges made to G & CA Lee for the shared use of resources and facilities.

7 Raising funds

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
<u>Fundraising and publicity</u>		
Staging fundraising events	33,757	25,968
<u>Trading costs</u>		
Support costs	23,478	20,777
	57,235	46,745

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

8 Charitable activities

	2021 £	2020 £
Staff costs	378,546	290,247
Depreciation and impairment	153,319	80,385
Artefacts and repairs to collection	100,554	81,380
Guide books	4,269	677
Event costs	285,261	86,286
	921,949	538,975
Share of support costs (see note 9)	365,280	238,530
Share of governance costs (see note 9)	12,762	24,673
	1,299,991	802,178

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

9 Support costs

	Support costs	Governance costs	2021	Support costs	Governance costs	2020	Basis of allocation
	£	£	£	£	£	£	
Staff costs	149,873	-	149,873	125,531	-	125,531	Staff time
Depreciation	5,928	-	5,928	4,269	-	4,269	Staff time
Repairs	74,950	-	74,950	23,197	-	23,197	Staff time
Insurances	24,636	-	24,636	21,175	-	21,175	Staff time
Printing and stationery	6,723	-	6,723	4,669	-	4,669	Staff time
Telecommunications	3,487	-	3,487	6,899	-	6,899	Staff time
IT costs and website	22,871	-	22,871	15,107	-	15,107	Staff time
Motor and travel	-	-	-	87	-	87	Staff time
Subscriptions	3,511	-	3,511	3,306	-	3,306	Staff time
Heat and light	52,658	-	52,658	33,697	-	33,697	Staff time
Rent	1,000	-	1,000	-	-	-	Staff time
Bank and finance charges	26,362	-	26,362	12,830	-	12,830	Staff time
Office expenses	858	-	858	317	-	317	Staff time
Profit/loss on disposal of assets	11,648	-	11,648	-	-	-	Staff time
Audit fees	-	8,750	8,750	-	12,000	12,000	Governance
Legal and professional	-	7,090	7,090	-	16,896	16,896	Governance
Accountancy fees	-	1,175	1,175	-	4,000	4,000	Governance
	<u>384,505</u>	<u>17,015</u>	<u>401,520</u>	<u>251,084</u>	<u>32,896</u>	<u>283,980</u>	
Analysed between							
Trading	19,225	4,253	23,478	12,554	8,223	20,777	
Charitable activities	365,280	12,762	378,042	238,530	24,673	263,203	
	<u>384,505</u>	<u>17,015</u>	<u>401,520</u>	<u>251,084</u>	<u>32,896</u>	<u>283,980</u>	

Governance costs includes payments to the auditors of £8,750 (2020- £8,250) for audit fees.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

11 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
	27	18
	<u>27</u>	<u>18</u>
Employment costs	2021	2020
	£	£
Wages and salaries	474,196	364,222
Social security costs	38,146	30,952
Other pension costs	9,259	8,627
	<u>521,601</u>	<u>403,801</u>
	<u>521,601</u>	<u>403,801</u>

There were no employees whose annual remuneration was £60,000 or more.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

12 Tangible fixed assets

	Event centre	Plant and equipment	Fixtures, fittings and event equipment	Computers and office equipment	Locomotives, trains and rolling stock	Total
	£	£	£	£	£	£
Cost						
At 1 January 2021	964,360	321,058	304,388	25,975	2,403,285	4,019,066
Additions	274,017	108,942	147,862	8,986	232,500	772,307
Disposals	-	(14,000)	-	-	-	(14,000)
At 31 December 2021	1,238,377	416,000	452,250	34,961	2,635,785	4,777,373
Depreciation and impairment						
At 1 January 2021	15,639	43,400	59,838	10,585	-	129,462
Depreciation charged in the year	22,186	48,836	80,551	7,675	-	159,248
Eliminated in respect of disposals	-	(2,352)	-	-	-	(2,352)
At 31 December 2021	37,825	89,884	140,389	18,260	-	286,358
Carrying amount						
At 31 December 2021	1,200,552	326,116	311,861	16,701	2,635,785	4,491,015
At 31 December 2020	948,721	277,658	244,550	15,390	2,403,285	3,889,604

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

13 Investments

The charity is the sole legal member of Statfold Narrow Gauge Museum (Trading) Limited, a company incorporated in England and Wales and limited by guarantee. The company remained dormant during the year and has no assets.

14 Stocks

	2021 £	2020 £
Museum guide books	1,114	300

15 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Trade debtors	3,605	4,424
Other debtors	29,981	32,540
Prepayments and accrued income	48,296	9,619
	<u>81,882</u>	<u>46,583</u>

Trade debtors include the amount of £nil (2020: £3,600) due from G & CA Lee, a partnership in which certain of the Trustees hold a financial interest, £1,200 (2020: £1,200) due from Statfold Engineering Ltd, a company in which certain of the Trustees hold a financial interest, and £1,107 (2020: £nil) due from Statfold Seed Oil Developments Limited, a company in which certain of the Trustees hold a financial interest.

16 Loans and overdrafts

	2021 £	2020 £
Bank loans	50,635	50,000
Payable within one year	10,782	5,833
Payable after one year	39,853	44,167

The charity has a bank loan comprising a 2.5% fixed rate loan totalling £50,000 repayable in equal instalments by June 2026, following a 12 month capital repayment holiday.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

17 Creditors: amounts falling due within one year

	Notes	2021 £	2020 £
Bank loans	16	10,782	5,833
Other taxation and social security		16,762	9,299
Trade creditors		582,022	308,651
Other creditors		2,572	2,394
Accruals and deferred income		23,418	15,062
		<u>635,556</u>	<u>341,239</u>

Trade creditors include the amount of £377,222 (2020: £263,898) due to G & CA Lee, a partnership in which certain of the Trustees have a financial interest, and £36 (2020: £10,682) due to Statfold Engineering Ltd, a company in which certain of the Trustees have a financial interest.

18 Creditors: amounts falling due after more than one year

	Notes	2021 £	2020 £
Bank loans	16	<u>39,853</u>	<u>44,167</u>

19 Retirement benefit schemes

Defined contribution schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £9,259 (2020 - £8,627).

20 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2021 £	2020 £
Within one year	1,000	-
Between two and five years	1,000	-
	<u>2,000</u>	<u>-</u>

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

21 Related party transactions

The charity's activities are located on land owned by Mr G Lee, one of the trustees, for which annual rent of £1,000 (2020: £nil) is paid.

The charity purchased goods and services in the amount of £131,324 (2020: £136,367) and recharged costs of £14,400 (2020: £14,400) to G & CA Lee, a partnership in which certain trustees have a financial interest.

The charity purchased goods and services in the amount of £43,051 (2020: £36,764) and received income of £17,939 (2020: £13,244) from Statfold Engineering Limited, a company in which certain trustees have a financial interest.

The charity received income of £1,107 (2020: £nil) from Statfold Seed Oil Developments Limited, a company in which certain trustees have a financial interest.

22 Cash generated from operations	2021 £	2020 £
Surplus for the year	377,438	760,465
Adjustments for:		
Depreciation and impairment of tangible fixed assets	159,247	84,654
Movements in working capital:		
(Increase)/decrease in stocks	(814)	677
(Increase)/decrease in debtors	(35,299)	64,475
Increase/(decrease) in creditors	289,368	(178,968)
Cash generated from operations	789,940	731,303

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

England & Wales - Charity number 1176862

Accounts

Charity Registration No. 1176862

Company Registration No. 10919496 (England and Wales)

STATFOLD NARROW GAUGE MUSEUM TRUST LTD
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr G Lee Mr N J Noon Mr H R Noon Mr A M Ashworth Mr P A Lewin Mr P Ingham Mr D J Lee Mr G I Lee
Secretary	Mr H Noon
Charity number	1176862
Company number	10919496
Registered office	The Grain Store Statfold Barn Farm Ashby Road Tamworth Staffordshire B79 0BU
Auditor	Azets Audit Services Ruthlyn House 90 Lincoln Road Peterborough United Kingdom PE1 2SP

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

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STATFOLD NARROW GAUGE MUSEUM TRUST LTD

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees present their report and financial statements for the year ended 31 December 2020.

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 Articles of Association, the Companies Act 2006 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)".

Objectives and activities

The objects of the charity are:

To educate the public in the history and development of our steam heritage by;

- maintaining, encouraging and continuing the establishment of a Steam Heritage Museum at Statfold Barn, Statfold, Tamworth, in the County of Staffordshire;
- promoting the preservation, conservation, maintenance and repair of heritage steam locomotives and rolling stock and other steam powered vehicles; and
- maintaining railway archives, historical records and railway artefacts.

In furtherance of these objects the Charity may:

- organise and promote such meetings, exhibitions, festivals, open days and other events as will foster interest in and enjoyment of the Museum, and further the purposes of the Charity.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Significant activities

Our aim is to develop our infrastructure, café, car park, toilets, and provide facilities for Junior visitors, creating a more interesting place for all.

Due to covid this has been an extremely difficult and challenging year. The Trust assets have been well looked after and during lockdown we have managed to complete some restoration projects. Furthermore, we have been able to develop more outside facilities to enable the Trust to increase footfall and revenue. Going forward we expect visitor numbers to increase substantially post covid and this will be achieved by improved marketing, school visits, museum activities and camping.

Finally, I have pleasure in confirming that the Trust is in good order and looking forward to the coming year.

Achievements and performance

Financial review

The Statement of Financial Activities for the second period of operations shows a net surplus for the year of £760,465 (2019: £1,011,461) and our reserves, all of which are unrestricted, stand at £3,580,997 (2019: £2,820,532).

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

Whilst this is our aim, the charity continues to be dependent on the support of certain of its Trustees, in the form of donations, to enable it to meet its site development and operating costs. These Trustees have confirmed their intention to continue to provide financial support such that the charity can operate as a going concern and meet its debts and liabilities as they fall due for a period of 12 months from the date of approval of these accounts.

The charity also occupies land and buildings owned by Mr G Lee, one of the Trustees, for which no rental charge is made. Perpetuity leases are currently being prepared which will secure the charity's right to occupy all the property and land on the site currently occupied, with provision for further expansion if required.

Risks

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Future plans

We aim to extend the amount and variety of our already successful events in order to bring further funds into the trust. We aim to take on board from previous events any way that we are able to improve in order to enhance peoples enjoyment and experience and build up a recurring visitor base for the future which will hopefully build to future generations.

Structure, governance and management

Constitution

The company was registered as a charity on 26 January 2018. The charity is a company limited by guarantee and is governed by its Articles of Association.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr G Lee
Mr N J Noon
Mr H R Noon
Mr A M Ashworth
Mr P A Lewin
Mr P Ingham
Mr D J Lee
Mr G I Lee

The minimum number of trustees shall be two but (unless otherwise determined by ordinary resolution) shall not be subject to any maximum.

The charity may by ordinary resolution appoint a person who is willing to act to be a trustee and determine the rotation in which any additional trustees are to retire.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £10 in the event of a winding up.

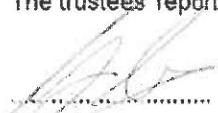
STATFOLD NARROW GAUGE MUSEUM TRUST LTD

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

Auditor

In accordance with the company's articles, a resolution proposing that Azets Audit Services be reappointed as auditor of the company will be put at a General Meeting.

The trustees' report was approved by the Board of Trustees.



Mr G Lee

Trustee

Dated: 28/09/2021

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees, who are also the directors of Statfold Narrow Gauge Museum Trust Ltd for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these 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 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 charity will continue in operation.

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

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF STATFOLD NARROW GAUGE MUSEUM TRUST LTD

Opinion

We have audited the financial statements of Statfold Narrow Gauge Museum Trust Ltd (the 'charity') for the year ended 31 December 2020 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 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 December 2020 and of its incoming resources and application of resources, for the year 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.

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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity 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 charity'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 other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. 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 course of 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.

Matters on which we are required to report by exception

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

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF STATFOLD NARROW GAUGE MUSEUM TRUST LTD

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose 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 charity'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.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 an auditor's report 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.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF STATFOLD NARROW GAUGE MUSEUM TRUST LTD

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

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 of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Use of our report

This report is made solely to the charity'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 charity'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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Mr Mark Jackson FCA DChA (Senior Statutory Auditor)
for and on behalf of Azets Audit Services

28.9.2021

Chartered Accountants
Statutory Auditor

Ruthlyn House
90 Lincoln Road
Peterborough
United Kingdom
PE1 2SP

Azets Audit Services is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under of section 1212 of the Companies Act 2006.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Unrestricted funds 2020 £	Unrestricted funds 2019 £
<u>Income and endowments from:</u>			
Donations and legacies	3	1,419,701	1,494,675
Charitable activities	4	16,396	22,930
Other trading activities	5	161,291	344,188
Other income	6	12,000	15,000
Total income		1,609,388	1,876,793
<u>Expenditure on:</u>			
Raising funds	7	439,392	558,299
Charitable activities	8	409,531	307,033
Total resources expended		848,923	865,332
Net income for the year/ Net movement in funds		760,465	1,011,461
Fund balances at 1 January 2020		2,820,532	1,809,071
Fund balances at 31 December 2020		3,580,997	2,820,532

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

BALANCE SHEET

AS AT 31 DECEMBER 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Tangible assets	12		3,889,604		3,112,257
Current assets					
Stocks	14	300		977	
Debtors	15	46,583		111,058	
Cash at bank and in hand		29,916		110,614	
		76,799		222,649	
Creditors: amounts falling due within one year	17	(341,239)		(514,374)	
Net current liabilities			(264,440)		(291,725)
Total assets less current liabilities			3,625,164		2,820,532
Creditors: amounts falling due after more than one year	18		(44,167)		-
Net assets			3,580,997		2,820,532
Income funds					
Unrestricted funds			3,580,997		2,820,532
			3,580,997		2,820,532

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2020, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

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

The financial statements were approved by the Trustees on 28/09/2021


Mr G Lee
Trustee

Company Registration No. 10919496

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	2020 £	£	2019 £	£
Cash flows from operating activities					
Cash generated from operations	21		731,303		1,417,216
Investing activities					
Purchase of tangible fixed assets		(862,001)		(1,313,939)	
Net cash used in investing activities			(862,001)		(1,313,939)
Financing activities					
Proceeds of new bank loans		50,000		-	
Net cash generated from/(used in) financing activities			50,000		-
Net (decrease)/increase in cash and cash equivalents			(80,698)		103,277
Cash and cash equivalents at beginning of year			110,614		7,337
Cash and cash equivalents at end of year			<u>29,916</u>		<u>110,614</u>

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

Charity information

Statfold Narrow Gauge Museum Trust Ltd is a private company limited by guarantee incorporated in England and Wales. The registered office is The Grain Store, Statfold Barn Farm, Ashby Road, Tamworth, Staffordshire, B79 0BU.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006 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)". The charity is a Public Benefit Entity as defined by FRS 102.

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 £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 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. The charity continues to be dependent on the support of certain of its Trustees, in the form of donations, to enable it to meet its site development and operating costs. These Trustees have confirmed their intention to continue to provide financial support such that the charity can operate as a going concern and meet its debts and liabilities as they fall due for a period of 12 months from the date of approval of these accounts. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

1.5 Expenditure

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.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Event centre	2% straight line
Plant and equipment	15% reducing balance
Fixtures, fittings and event equipment	15% - 33% reducing balance
Computers and office equipment	33% straight line
Locomotives, trains and rolling stock	Heritage assets not depreciated

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

The event centre has been built on land owned by one of the trustees for which no rent charge is made. On the basis that the trustees believe they will continue to occupy the land in the long term the event centre is being depreciated over the buildings useful economic life.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials.

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
Donations and gifts	1,349,096	1,494,675
Coronavirus Job Retention Scheme grants	59,271	-
Other government grants	11,334	-
	<u>1,419,701</u>	<u>1,494,675</u>
Donations and gifts		
Donations	1,085,627	793,022
Gift aid receivable	263,469	270,653
Gifted heritage assets	-	431,000
	<u>1,349,096</u>	<u>1,494,675</u>

Donations and gifts include cash donations from Mr G Lee of £893,500 (2019: £674,811), Mrs CA Lee of £150,000 (2019: £110,500), Mr G I Lee of £15,075 (2019: £nil), Mrs T Lee of £300 (2019: £nil) and Mr D Lee of £7,500, and the donation of heritage assets from Mr G Lee of £nil (2019: £431,000). Heritage assets donated to the charity are recorded at valuations performed by one of the Trustees. These valuations are also utilised for insurance purposes.

4 Charitable activities

	2020	2019
	£	£
Steam museum guide books	2,854	4,070
Train driver experience receipts	1,542	6,860
Railway track rentals	12,000	12,000
	<u>16,396</u>	<u>22,930</u>

Track rental income is receivable from Statfold Engineering, a business in which certain of the Trustees have a financial interest.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

5 Other trading activities

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
Fundraising events	145,293	284,268
Merchandise sales	3,208	16,867
Hire of events centre	12,790	43,053
Other trading activities	161,291	344,188

6 Other income

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
Other income	12,000	15,000

Other income represents charges made to G & CA Lee for the shared use of resources and facilities.

7 Raising funds

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
<u>Fundraising and publicity</u>		
Staging fundraising events	103,286	228,802
Advertising	6,327	78,054
Support costs	238,530	183,774
Fundraising and publicity	348,143	490,630
<u>Trading costs</u>		
Other trading activities	2,641	28,482
Depreciation and impairment	80,385	36,039
Support costs	8,223	3,148
Trading costs	91,249	67,669
	439,392	558,299

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

8 Charitable activities

	2020 £	2019 £
Staff costs	290,247	219,425
Artefacts and repairs to collection	81,380	66,249
Guide books	677	2,242
	<u>372,304</u>	<u>287,916</u>
Share of support costs (see note 9)	12,554	9,672
Share of governance costs (see note 9)	24,673	9,445
	<u>409,531</u>	<u>307,033</u>

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

9 Support costs	Support Governance costs £	Support Governance costs £	2020 £	Support Governance costs £	Support Governance costs £	2019 £	Basis of allocation
Staff costs	125,531	-	125,531	105,935	-	105,935	Staff time
Depreciation	4,269	-	4,269	3,236	-	3,236	Staff time
Repairs	23,197	-	23,197	21,833	-	21,833	Staff time
Insurances	21,175	-	21,175	11,561	-	11,561	Staff time
Printing and stationery	4,669	-	4,669	9,762	-	9,762	Staff time
Telecommunications	6,899	-	6,899	5,284	-	5,284	Staff time
IT costs and website	15,107	-	15,107	3,348	-	3,348	Staff time
Motor and travel	87	-	87	1,643	-	1,643	Staff time
Subscriptions	3,306	-	3,306	2,978	-	2,978	Staff time
Heat and light	33,697	-	33,697	8,189	-	8,189	Staff time
Bank and finance charges	12,830	-	12,830	17,829	-	17,829	Staff time
Office expenses	317	-	317	1,848	-	1,848	Staff time
Audit fees	-	12,000	12,000	-	4,000	4,000	Governance
Legal and professional	-	16,896	16,896	-	5,953	5,953	Governance
Accountancy fees	-	4,000	4,000	-	2,640	2,640	Governance
	251,084	32,896	283,980	193,446	12,593	206,039	
Analysed between							
Fundraising	238,530	-	238,530	183,774	-	183,774	
Trading	-	8,223	8,223	-	3,148	3,148	
Charitable activities	12,554	24,673	37,227	9,672	9,445	19,117	
	251,084	32,896	283,980	193,446	12,593	206,039	

Governance costs includes payments to the auditors of £11,500 (2019- £10,000) for audit fees.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

11 Employees

The average monthly number of employees during the year was:

	2020 Number	2019 Number
	18	24
Employment costs	2020	2019
	£	£
Wages and salaries	364,222	287,279
Social security costs	30,952	24,772
Other pension costs	8,627	6,289
	403,801	318,340

There were no employees whose annual remuneration was £60,000 or more.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

12 Tangible fixed assets	Event centre	Plant and equipment	Fixtures, fittings and event equipment	Computers and office equipment	Locomotives, trains and rolling stock	Total
	£	£	£	£	£	£
Cost						
At 1 January 2020	485,758	124,808	156,765	12,799	2,376,935	3,157,065
Additions	478,602	196,250	147,623	13,176	26,350	862,001
At 31 December 2020	964,360	321,058	304,388	25,975	2,403,285	4,019,066
Depreciation and impairment						
At 1 January 2020	-	16,914	21,578	6,316	-	44,808
Depreciation charged in the year	15,639	26,486	38,260	4,269	-	84,654
At 31 December 2020	15,639	43,400	59,838	10,585	-	129,462
Carrying amount						
At 31 December 2020	948,721	277,658	244,550	15,390	2,403,285	3,889,604
At 31 December 2019	485,758	107,894	135,187	6,483	2,376,935	3,112,257

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

13 Investments

The charity is the sole legal member of Statfold Narrow Gauge Museum (Trading) Limited, a company incorporated in England and Wales and limited by guarantee. The company remained dormant during the year and has no assets.

14 Stocks

	2020 £	2019 £
Museum guide books	300	977

15 Debtors

	2020 £	2019 £
Amounts falling due within one year:		
Trade debtors	4,424	5,758
Other debtors	32,540	38,261
Prepayments and accrued income	9,619	67,039
	46,583	111,058

Trade debtors include the amount of £3,600 (2019: £3,600) due from G & CA Lee, a partnership in which certain of the Trustees hold a financial interest, and £1,200 (2019: £1,200) due from Statfold Engineering Ltd, a company in which certain of the Trustees hold a financial interest.

16 Loans and overdrafts

	2020 £	2019 £
Bank loans	50,000	-
Payable within one year	5,833	-
Payable after one year	44,167	-

The charity has a bank loan comprising a 2.5% fixed rate loan totalling £50,000 repayable in equal instalments by June 2026, following a 12 month capital repayment holiday.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

17 Creditors: amounts falling due within one year

	Notes	2020 £	2019 £
Bank loans	16	5,833	-
Other taxation and social security		9,299	8,370
Trade creditors		308,651	487,136
Other creditors		2,394	1,368
Accruals and deferred income		15,062	17,500
		<u>341,239</u>	<u>514,374</u>

Trade creditors include the amount of £263,898 (2019: £141,338) due to G & CA Lee, a partnership in which certain of the Trustees have a financial interest, and £10,682 (2019: £7,263) due to Statfold Engineering Ltd, a company in which certain of the Trustees have a financial interest.

18 Creditors: amounts falling due after more than one year

	Notes	2020 £	2019 £
Bank loans	16	<u>44,167</u>	<u>-</u>

19 Retirement benefit schemes

Defined contribution schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £8,627 (2019 - £6,289).

20 Related party transactions

The charity's activities are located on land owned by Mr G Lee, one of the trustees, for which no rent charge is made and for which no lease is currently in place.

The charity purchased goods and services in the amount of £136,366.53 (2019: £129,713) and recharged costs of £14,400 (2019: £16,886) to G & CA Lee, a partnership in which certain trustees have a financial interest.

The charity purchased goods and services in the amount of £36,764 (2019: £6,530) and received income of £13,244 (2019: £11,582) from Statfold Engineering Limited, a company in which certain trustees have a financial interest.

STATFOLD NARROW GAUGE MUSEUM TRUST LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

21	Cash generated from operations	2020	2019
		£	£
	Surplus for the year	760,465	1,011,461
	Adjustments for:		
	Depreciation and impairment of tangible fixed assets	84,654	39,275
	Movements in working capital:		
	Decrease in stocks	677	673
	Decrease/(increase) in debtors	64,475	(105,856)
	(Decrease)/increase in creditors	(178,968)	471,663
	Cash generated from operations	731,303	1,417,216
