

NEWARK AIR MUSEUM TRUSTEES REPORT FOR THE YEAR 2020

When we first set out in 2020 we were hopeful of a good year, but little did we know what Covid related issues lay in wait for us and indeed the rest of the world. We would like to start by thanking all of the staff, members and visitors who have helped the museum during this challenging time.

As a volunteer managed registered charity we rely on public admission fees, shop sales etc. to fund our operation and like most similar organisations we relied on the generosity of our visitors, volunteers and staff in these unprecedented times.

We were closed for one hundred and fifty eight (158) days out of a planned three hundred and sixty two (362) days and people associated with the museum came to terms with the expectations of lock-down and not being able to access the museum's site. That said we still attracted 10,245 visitors.

Sadly, staff were furloughed and wherever possible we took the opportunity to apply for grants and funding to help ensure our survival. We implemented an ad hoc supervision process whereby when appropriate we checked alarms, monitored the waste treatment plant and that everything was secure.

We are extremely grateful to a number of groups and organisations who have been offering advice and guidance and we would like to give a particular shout-out to the following for their advice and guidance: Association of Independent Museums (AIM); Museum Development East Midlands (MDEM); The team at Visit Notts; the Office of the Rt Hon Robert Jenrick MP; the tourism & finance teams at Newark & Sherwood District Council (NSDC); Arts Council England; Visit England and the #ThanksToYou National Lottery Promotions Unit – you all helped us greatly and we do appreciate your support.

As in previous years the trustees will use this report to detail the museum's performance against its stated Forward Plan and Strategies. The accompanying accounts have been prepared in line with updated SORP reporting guidelines. We have also complied with the requirements of the Charities Act 2011 in having due regard to public benefit guidance published by the Charity Commission. The trustees still aim to retain a reserve fund of £40,000 as part of their budgeting process to cover any period of significant loss through accident or natural adverse events; a point that became more apparent this year, when we also held our first Virtual AGM.

Performance Against Our Five Year Forward Plan

AIM 1. Development & continued integration of the Southfield Site.

Whilst local pressures on the museum's existing infrastructure were reduced by Covid regulations; the need for the continued integration of the Southfield Site into the museum operation; remains a priority. Upward pressure on rent for the leased site remains and we monitor its effect on our Northfield Site lease.

In early January we laid a new hardstanding area on the Southfield Site, that was designed to assist with the planned arrival of Eurofighter Typhoon DA4, which has been gifted to us by the Imperial War Museum (IWM) Duxford. As series of aircraft moves were implement to create the additional space required to rebuild DA4 once it arrived, a project that was eventually delayed by Covid-regulations. Later in the summer during a rest bite in the Covid regulations, further aircraft moves were also completed; and this involved revising the DA4 arrival plans and moving some aircraft out of Hangar 2.

Our waste treatment system, operates well and via the associated sampling regime we continue to comply with Environment Agency discharge standards for the waste water discharge into the culvert.

The café with its varied menus continued to thrive; so much so the turnover increased to a point that it had to become VAT registered.

The grassed area of the Southfield Site continues to be maintained, which has enabled its continued utilisation as a temporary car parking area for special event days; thereby easing parking issues elsewhere. The RAF Winthorpe Memorial Garden continues to be well maintained; a new EOD Memorial was also installed during the summer.

AIM 2. Secure the long-term future of Aircraft and Small Artefacts.

The quality of the restoration work and displays coming from the volunteers and staff continues to be of the highest standard. To comply with various Covid- Secure regulations, such as the Rule of Six, we had to adapt our methods of working. When permitted restoration and cleaning work was carried out on the following exhibits, notably: Ashton, Buccaneer, Bulldog, Canberra B(I)8, Canberra T19, Case & David Brown tractors, Cessna 310, Chinook, Dove, Draken, F-100 Super Sabre; Harvard, Hastings, Heron, Hunter T7, Lightning, Lynx, Meteor NF14, Meteor T7, Merlin engine, MiG-27, Monospar, Mooney, Puma, Rallye, Sea Vixen, Shackleton, TriStar Simulator, Varsity and Viggen, Vulcan.

Issues raised in Conservation Reports on the Vulcan and Shackleton were again discussed with the Lincolnshire's Lancaster Association (LLA), who own both aircraft; some solutions were implemented.

In the autumn a further Puma airframe was donated to the museum, along with a significant cache of spares; and these started to be incorporated into the Puma XW208 Rebuild Project.

Due to Covid the Accreditation resubmission process stalled, but along with many other organisations we retained our Accredited status. The importance of our accredited status was highlighted by the loan of a Rolls-Royce Conway engine via the VC10 Preservation Group. This involved us accepting the engine as part of a transfer of the existing loan agreement between RAF Brize Norton and the VC10 Preservation Group. Further refinements were implemented to various aspects of the museum's operation.

Rationalisation of some non-accessed items continued to other properly constituted organisations / restoration projects; in line with one of our stated charitable aims of supporting other aviation projects.

A programme of building maintenance and upkeep was ongoing. Various fresh displays were incorporated around the museum, including the reconstruction of the tail section of the Yellow Sun bomb.

Greater use of the Archive was maintained and we responded as required to public enquiries, which benefitted a number of local groups and organisations; despite being closed for many months.

AIM 3. Continue development of the educational resources we provide.

Covid regulations meant that only 5 facilitated school visits were hosted and all of these took place before the enforced closure in March. This equated to 342 young people from across the region; covering age ranges from Reception to Year 6; with topics of World War II, flight and the Battle of Britain.

Also before lockdown we hosted two Air Training Corp (ATC) units and one other group visit. Some online activities were undertaken during lockdown to encourage engagement with education based organisations, and maintain our profile as much as possible

Recording of memorial dedications continued as a means of supporting our wider charitable aim to the commemoration of aviation in the local area.

In early December, museum volunteers travelled to a location in North Nottinghamshire and collected a significant amount of aviation archive material from the family of the late Paul Coggan, the former publisher of the iconic Warbirds Worldwide series of aviation publications. The archive material had been stored by his family since he passed away, and save for the vigilance of a former Assistant Editor of the Journal, who contacted the museum from his home in Australia, it could have been lost. This collection of aviation archive material, comprising thousands of photographs and colour transparencies had been offered to several other UK based organisations, who did not show any interest in securing its future. This has now been saved and added to our archive.

AIM 4. To improve the Visitors experience whilst at the Museum and increase access to all areas of the collection.

In the spring, just before lockdown we were notified that we had won a 2019 Visitor Attraction Accolade in the Welcome category, which recognised us as one of the outstanding visitor experiences on offer across the country. The museum's Award followed a VAQAS (Visitor Attraction Quality Assurance Scheme) assessment in autumn 2019 and was based on the score the museum gained during a secret visit by the VisitEngland assessor. This Award was one of only six made that year in the East Midlands and of seventy-three across the country.

Covid-regulations saw us have to cancel all of our special events throughout the year and to suspend all of our open cockpit access at the museum. Many of our volunteers who had opened cockpits turned into guides and stewards to help us marshal our visitors via a temporary one-way system around the displays when we were allowed to be open.

In the early days of lockdown, we participated in the BBC Radio Nottingham Big Day In event and we also organised a competition that saw ATC cadets build planes out of recycled items during.

AIM 5. Develop further the subject of Training as a key theme of the museum.

The process of transferring Eurofighter Typhoon DA4 (ZH590) to the museum, was delayed just before lockdown and work on this significant acquisition project never restarted during the year. It does however remain a priority project for us to complete.

In spring 2020 just before lockdown the museum had some dialogue with Leicestershire County Council (LCC) over the possible acquisition of the Reid & Sigrist Desford airframe. Due the pandemic this opportunity was retained as confidential information until early December, when the airframe was offered to the museum.

Originally developed during the latter stages of World War II as the twin-engined, Reid & Sigrist RS.3; a three-seat advanced trainer, the aircraft was rebuilt as the RS4 Bobsleigh Desford. In this configuration it was used as an experimental aircraft with the pilot in a prone position, felt to be advantageous in minimising g-force effects in fighter aircraft.

Whilst the RS4 was a propeller driven aircraft, it no doubt contributed important low speed data to the Royal Air Force's high-speed research work exploring high g-forces encountered in high speed jet aircraft manoeuvres. A number of prone-pilot experimental jet aircraft, including the Gloster Meteor F8 "Prone Pilot" aircraft were produced.

Given its history it ticked a number of boxes on our Collecting Policy and we accepted the offer. As with Eurofighter Typhoon DA4, this acquisition was also paused for review by LCC.

AIM 6. To implement better project planning and enhanced communications at all levels of the organisation.

Throughout the year significant effort was maintained into providing regular updates and posting up to date and informative content onto the museum's website. The Social Media activities continued to be supported with both the Facebook group and a Twitter account flourishing. Once again both platforms helped keep the volunteers and public advised of our opening status and the Covid-Secure procedures that were being implemented when we were open.

Our quarterly museum membership renewal system continues to encourage more people to take out museum membership. Guest writers continued to be encouraged to contribute articles and features to the Dispersal newsletter; the museum is grateful for this ongoing independent input from around the world.

A big part of planning for reopening was centred around understanding and implementing the various Covid regulations to ensure that we could open in a Covid-Secure manner, and fulfil our ever changing legal obligations the regulations brought us. This was done successfully and without any closures due to Track & Trace infringements, non-compliance etc. A regime of rotas for visitor management, volunteer work opportunities were well received and successful.

Gift Aid data started to be entered thanks to the efforts of museum staff; albeit the HMRC online claim system was not submitted until 2021.

During the year various a limited number of meetings were held with a number of external partners / advisors including the local councils; site landlords; local Heritage Fora; reports and feedback information were made available for these activities.

The outsourcing of a significant part of the book keeping work, furlough, wages and PAYE continues to work well. Beneficial external programmes, for trustees, staff and volunteers continue to be used.

AIM 7. To invest in people and to encourage an enhanced personal involvement in the Museum and its collection.

Despite the impacts of Covid regulations the manner in which we managed our volunteers continued to flourish thanks to the efforts of the Restoration Manager, with support from various museum volunteers and the trustees. The role of the working members remains extremely important, albeit with a much reduced number of volunteer hours being recorded during 2020; and many thanks go out to everyone involved in this vital work. Further working members were inducted at the museum and the aircraft documentation policy continued to be integrated to the Conservation Policy.

Audience Development work continued with further consultation exercises via the Visitors Book; post codes gathered from Gift Aid data. This included feedback for the ONS and VisitEngland – and in turn providing support data for possible future grant fund applications.

The commitment of trustees and staff has continued to address various administrative tasks including: Health & Safety; SORP Compliance for the Charity Commission; the National Minimum Wage; Pension legislation; Furlough and Radiation Monitoring. In particular, Covid-Secure Health & Safety documentation continued to be high on our Agenda along with other policy documents, including the cash-flow forecasting and various items connected to Museum Accreditation.

The museum's relatively stable financial situation meant that it was ineligible for many of the major grant programme that the Covid pandemic presented, many were evaluated, but we did not submit any major capital or survival applications.

There was an obvious enforced lack of Staff meetings but we endeavoured to maintain communication channels via, email, telephone and via the website.

AIM 8. Foster greater links with the armed services and veterans in the local area

The opportunity to establish bonds with the local Royal Air Force Stations was limited by Covid regulations. However, we were the recipient of various deactivated munitions following the closure of a RAF Explosive Ordnance Disposal (EOD) squadron RAF Wittering. These were formed into a new display in Hangar 2.

These links continued to be reinforced by recording low flying aircraft on training flights over the museum, on a special page on the museum website.

Sadly, due to Covid regulations the Remembrance Day Service at the museum was cancelled. However, with another expanded Weeping Lancaster commemoration in Hangar 1 was implemented by Nigel and Jude Bean, again attracting universal praise and admiration.

We did help promote the centenary of the Royal Air Force College Cranwell with an appeal for information via the Dispersal newsletter. In late autumn these connections were enhanced further when the cabin of Puma XW225 was collected from the museum and moved back into military service as a training aid at the nearby Bevington Training Ground.

Other Milestones

The museum again fulfilled some mentoring / consultation work with several like-minded groups mainly via email and telephone communication.

Two sad milestones complete this report when we note the sad passing of long standing museum working volunteer John Jarratt; and our much loved former Café Manager, Mary Watchorn – blue skies to them both!

Company Registration Number: 00930888

The Charity Registration Number is: 256434

Newark (Nottinghamshire & Lincolnshire)

Air Museum Limited

Report and Accounts

31 December 2020

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Company Registration Number - 00930888

Reference and Administrative Details as at 31 December 2020

The Trustees are presenting a separate Trustees Report

Reference and administrative details

The charity name

The legal name of the charity is:- Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

The charity is also known by its operating name, Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

The charity's areas operation and UK charitable registration

The charity is registered in England & Wales with the Charity Commission in England & Wales (CCEW) with charity number 256434

Legal structure of the charity

The governing document of the charity is the Memorandum and Articles of Association establishing the company under company legislation.

By operation of law all, trustees are directors under the Companies Act 2006 and all directors are trustees under Charities legislation and have responsibilities, as such, under both company and charity legislation.

The trustees are all individuals.

H Heeley	
D J Hibbert	
C Savill	
C Rice	
D Griffiths	
M J Allen	appointed 24.11.20
A G Clark	appointed 11.02.20
K Graham	appointed 14.01.20

Secretary	H Heeley
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Bankers	HSBC Market Place Newark NG24 1EQ
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Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Report and accounts for the year ended 31 December 2020

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Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Independent Examiner's Statement, Report and Opinion

Subject to the limitations upon the scope of my work as detailed above, in connection with my examination, I can confirm that:-

The accounts of this charitable company are not required to be audited under Part 16 of the Companies Act 2006;

The gross income of the charitable company in the year ended 31 December 2020 appears to exceed the sum specified in Section 145(3) of the Act, namely £250,000, and that I am qualified to act as Independent Examiner in accordance with that section by virtue of my being a qualified member of the Institute of Chartered Accountants in England and Wales (ICAEW);

This is a report in respect of an examination carried out under Section 145 of the Act and in accordance with General Directions given by the Charity Commission under Section 145 (5)(b) of the Act which may be applicable;

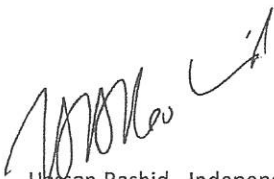
and that no matter has come to my attention in connection with my examination which gives me reasonable cause to believe that in any material respect the requirements:-

to keep accounting records in accordance with Section 386 of the Companies Act 2006 and Section 130 of the Charities Act 2011;

to prepare financial statements which accord with the accounting records and comply with the accounting requirements of Section 396 of the Companies Act 2006 and the Charities Act 2011 and;

have been prepared in accordance with the requirements of Section 396 of the Companies Act 2006 and with the methods and principles set out in FRS102 Statement of Recommended Practice - Accounting and Reporting by Charities (effective January 2019)

have not been met or to which, in my opinion, attention should be drawn in my report in order to enable a proper understanding of the accounts to be reached;



Hassan Rashid - Independent Examiner
Chartered Accountant (ICAEW)

27 Castlegate
Newark
Nottinghamshire
NG24 1BA

This report was signed on 21 May 2021

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited - Statement of Financial Activities for the year ended 31 December 2020

Statement of Financial Activities (including the Income and Expenditure Account for the year ended 31 December 2020, as required by the Companies Act 2006)

	SORP Ref	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior year Total Funds 2019 £
Income & Endowments from:					
Donation, Legacies and Grants	A1	127,309	-	127,309	91,850
Charitable activities	A2	82,727	-	82,727	189,818
Other trading activities	A3	40,260	-	40,260	102,486
Investments	A4	110	-	110	256
Total income	A	<u>250,406</u>	<u>-</u>	<u>250,406</u>	<u>384,410</u>
Expenditure on:					
Raising funds	B1	68,769	-	68,769	100,927
Charitable activities	B2	267,321	-	267,321	307,065
Total expenditure	B	<u>336,090</u>	<u>-</u>	<u>336,090</u>	<u>407,992</u>
Net expenditure for the year		<u>(85,684)</u>	<u>-</u>	<u>(85,684)</u>	<u>(23,582)</u>
Net expenditure after transfers	A-B	<u>(85,684)</u>	<u>-</u>	<u>(85,684)</u>	<u>(23,582)</u>
Net movement in funds		<u>(85,684)</u>	<u>-</u>	<u>(85,684)</u>	<u>(23,582)</u>
Reconciliation of funds:-	E				
Total funds brought forward		793,718	-	793,718	817,300
Total funds carried forward		<u>708,034</u>	<u>-</u>	<u>708,034</u>	<u>793,718</u>

The 'SORP Ref' indicated above is the classification of income set out in the formal SORP documents. As required by paragraph 4.60 of the SORP, the brought forward and carried forward funds above have been agreed to the Balance Sheet.

A separate Statement of Total Recognised Gains and Losses is not required as this statement includes all recognised gains and losses.

All the prior year transactions were unrestricted items, and no further analysis is required.

All activities derive from continuing operations.

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited - Statement of Financial Activities for the year ended 31 December 2020

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited - Resources applied in the year ended 31 December 2020 towards fixed assets for Charity use:-

	2020 £	2019 £
Funds used in the year as detailed in the SOFA	(85,684)	(23,582)
Resources applied on functional fixed assets	(12,118)	(60,080)
Resources applied on Heritage assets	-	-
Net resources used to fund charitable activities	<u>(97,802)</u>	<u>(83,662)</u>

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited - Statement of Financial Activities for the year ended 31 December 2020

Movements in revenue and capital funds for the year ended 31 December 2020

Revenue accumulated funds

	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total Funds 2020 £	Prior year Total Funds 2019 £
Accumulated funds brought forward	793,718	-	793,718	817,300
Recognised gains and losses before transfers	(85,684)	-	(85,684)	(23,582)
	<u>708,034</u>	<u>-</u>	<u>708,034</u>	<u>793,718</u>
Closing revenue funds	<u>708,034</u>	<u>-</u>	<u>708,034</u>	<u>793,718</u>

Revaluation Reserve Fund

	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total Funds 2020 £	Prior year Total Funds 2019 £
At 1st January 2020	-	-	-	-
At 31 December 2020	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Summary of Funds

	Unrestricted and Designated funds 2020 £	Restricted Funds 2020 £	Total Funds 2020 £	Prior year Total Funds 2019 £
Revenue accumulated funds	<u>708,034</u>	<u>-</u>	<u>708,034</u>	<u>793,718</u>

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited - Statement of Financial Activities for the year ended 31 December 2020

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited
Income and Expenditure Account for the year ended 31 December 2020 as required by the Companies Act 2006

	2020 £	2019 £
<i>Income</i>		
Income from operations	250,296	384,154
Investment income		
Interest receivable	110	256
Gross income in the year before exceptional items	250,406	384,410
Gross income in the year including exceptional items	250,406	384,410
<i>Expenditure</i>		
Charitable expenditure, excluding depreciation and amortisation	195,753	236,391
Depreciation and amortisation	69,348	68,454
Fundraising costs	68,769	100,927
Governance cost	2,220	2,220
Total expenditure in the year	336,090	407,992
Net loss before tax in the financial year	(85,684)	(23,582)
Tax on deficit on ordinary activities	-	-
Net loss after tax in the financial year	(85,684)	(23,582)
Retained deficit for the financial year	(85,684)	(23,582)
All activities derive from continuing operations		

In accordance with the provisions of the Companies Act 2006, the headings and subheadings used in the Income and Expenditure account have been adapted to reflect the special nature of the charity's activities.

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited
Balance Sheet as at 31 December 2020

	Note	Sorp Ref	2020 £	2019 £
Fixed assets		A		
Tangible assets	9	A2	540,087	594,258
Heritage assets	8	A3	30,319	33,378
Total fixed assets			<u>570,406</u>	<u>627,636</u>
Current assets		B		
Stocks		B1	15,497	17,011
Debtors	11	B2	22,464	34,935
Investments held as current assets	12	B3	-	-
Cash at bank and in hand		B4	115,737	128,899
Total current assets			<u>153,698</u>	<u>180,845</u>
Creditors: amounts falling due within one year	13	C1	<u>(14,786)</u>	<u>(13,479)</u>
Net current assets			138,912	167,366
Total assets less current liabilities			<u>709,318</u>	<u>795,002</u>
Creditors: amounts falling due after more than one year	14	C2	<u>(1,284)</u>	<u>(1,284)</u>
The total net assets of the charity			<u>708,034</u>	<u>793,718</u>
The total net assets of the charity are funded by the funds of the charity, as follows:-				
Restricted Funds			-	-
Unrestricted Revenue Funds		D3	708,034	793,718
Designated Funds			-	-
Total Charity Funds			<u>708,034</u>	<u>793,718</u>

The 'SORP Ref' as indicated above is the classification of Balance Sheet items as set out in the formal SORP documents. As required by paragraph 4.60 of the SORP, the brought forward and carried forward funds above have been agreed to the SOFA.

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under Section 477 of the Companies Act 2006.

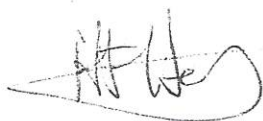
Newark (Nottinghamshire & Lincolnshire) Air Museum Limited
Balance Sheet as 31 December 2020

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

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

The charity is subject to Independent Examination under charity legislation, and the report of the Independent Examiner is on page 1

The financial statements have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.



H Heeley

Trustee

Approved by the Board of Trustees on 21 May 2021

1 Accounting policies

Policies relating to the production of the accounts

Basis of preparation and accounting convention

The accounts have been prepared on the accruals basis, under the historical cost convention, and in accordance with the Financial Reporting Standard 102, (effective 1st January 2016) and FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015 (as amended by Bulletin 1 issued February 2016 and Bulletin 2 issued October 2018) published by the Charity Commission in England & Wales (CCEW), effective January 2019, (The SORP), and in accordance with all applicable law in the charity's jurisdiction of registration, except that the charity has prepared the financial statements in accordance with FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015 (as amended by Bulletin 1 issued in February 2016 and Bulletin 2 issued October 2018 effective January 2019)

Going Concern

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

Policies relating to categories of income and income recognition

Membership subscriptions

The income and any associated Gift Aid or other tax refund from a membership subscription received by the charity in the nature of a gift, is accounted for on the same basis as a donation.

The income from a membership subscription received by the charity where the subscription purchases the right to services or benefits is recognised as income from charitable activities.

Policies relating to expenditure on goods and services provided to the charity

Recognition of liabilities and expenditure

A liability, and the related expenditure, is recognised when a legal or constructive obligation exists as a result of a past event, and when it is more likely than not that a transfer of economic benefits will be required in settlement, and when the amount of the obligation can be measured or reliably estimated.

Liabilities arising from future funding commitments and constructive obligations, including performance related grants, where the timing of the amount of the future expenditure required to settle the obligation are uncertain, give rise to a provision in the accounts, which is reviewed at the accounting year end. The provision is increased to reflect any increase in liabilities, and is decreased by the utilisation of any provision within the period, and reversed if any provision is no longer required. These movements are charged or credited to the respective funds and activities to which the provision relates.

Volunteers

In accordance with the SORP, and in recognition of the difficulties in placing a monetary value on the contribution from volunteers, the contribution of volunteers is not included within the income of the charity. However, the trustees value the significant contribution made to the activities of the charity by unpaid volunteers and this is described more fully in Note 5.

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Notes to the Accounts for the year ended 31 December 2020

Policies relating to assets, liabilities and provisions and other matters

Tangible fixed assets

Tangible fixed assets are measured at their original cost value, or subsequent revaluation, or if donated, as described above. Cost value includes all costs expended in bringing the asset into its intended working condition. Depreciation has been provided at the following rates in order to write off the assets to their anticipated residual value over estimated useful lives.

Land and Buildings	5% Straight Line
Plant and Machinery	15% Straight Line

Heritage assets

The charity has heritage assets, that is non-monetary assets with historic, artistic, scientific, technological, geophysical or environmental qualities that are held and maintained principally for their contribution to knowledge and culture. They are depreciated on a straight line basis at 5%. They are valued at cost.

Stocks and work in progress

Stocks held for sale as part of non-charitable trade are valued at the lower of cost and net realisable value.

Debtors

Debtors (including trade debtors and loans receivable) are measured on initial recognition at settlement amount after any trade discounts or amount advanced by the charity. Subsequently, they are measured at the cash or other consideration expected to be received.

Current asset investments

These include cash on deposit held for investment purposes rather than to meet short-term cash commitments as they fall due.

Creditors and provisions

The charity has creditors which are measured at settlement amounts less any trade discounts

Cash and bank balances

Cash held by the charity is included at the amount actually held and counted at the year end. Bank balances, whether in credit or overdrawn, are shown at the amounts properly reconciled to the bank statements.

2 Liability to taxation

The Trustees consider that the charity satisfies the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 for UK corporation tax purposes. Accordingly, the Charity is potentially exempt from taxation in respect of income or capital gains received within the categories covered by chapter 3 part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively on the specific charitable objects of the charity and for no other purpose. Value Added Tax is not recoverable by the charity, and is therefore included in the relevant costs in the Statement of Financial Activities.

3 Winding up or dissolution of the charity

If upon winding up or dissolution of the charity there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Notes to the Accounts for the year ended 31 December 2020

4 Net deficit before tax in the financial year

	2020	2019
	£	£
The net deficit before tax in the financial year is stated after charging:-		
Depreciation of owned fixed assets	66,289	65,395
Depreciation and amortisation of heritage assets	<u>3,059</u>	<u>3,059</u>

5 The contribution of volunteers

The value of any voluntary help received is not included within the accounts but it is described in the Trustees' Annual Report.

6 Staff costs and emoluments

	2020	2019
Average numbers of employees including directors employed during the year:		
Museum	7	8
Café	5	6
Trustees	8	6
Staff costs	2020	2019
	£	£
Salaries and wages:		
Museum	98,872	108,046
Café	50,696	59,988
Social security and pension costs	<u>4,439</u>	<u>7,861</u>
	<u>154,007</u>	<u>175,895</u>

No employees had emoluments in excess of £60,000 (2019:nil).

7 Remuneration and payments to Trustees and persons connected with them

No trustees or persons connected with them received any remuneration from the charity, or any related entity.
The trustees were re-imbursed travel expenses during the year £0 (2019:£286).

8 Heritage assets included in the accounts

	At Cost	At valuation	Total of valuation and cost	Total of valuation and cost
	2020	2020	2020	2020
	£	£	£	£
Cost				
At 1 January 2020	61,178	-	61,178	61,178
Additions	-	-	-	-
At 31 December 2020	<u>61,178</u>	<u>-</u>	<u>61,178</u>	<u>61,178</u>
Depreciation				
At 1 January 2020	27,800	-	27,800	27,800
Charge for the year	3,059	-	3,059	3,059
At 31 December 2020	<u>30,859</u>	<u>-</u>	<u>30,859</u>	<u>30,859</u>
Net book value at 31 December 2020	<u>30,319</u>	<u>-</u>	<u>30,319</u>	<u>30,319</u>

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Notes to the Accounts for the year ended 31 December 2020

9 Tangible fixed assets	Land and Buildings £	Plant and Machinery £	Total £
Cost			
At 1 January 2020	1,231,214	41,733	1,272,947
Additions	12,118		12,118
Disposals			
At 31 December 2020	1,243,332	41,733	1,285,065
Depreciation			
At 1 January 2020	667,911	10,778	678,689
Charge for the year	60,052	6,237	66,289
Disposals			
At 31 December 2020	727,963	17,015	744,978
Net book value			
At 31 December 2020	515,369	24,718	540,087
At 31 December 2019	563,303	30,955	594,258
10 Stocks & work in progress		2020	2019
		£	£
Stocks before write downs		15,497	17,011
		<u>15,497</u>	<u>17,011</u>
11 Debtors		2020	2019
		£	£
Trade debtors		-	-
Prepayments and accrued income		7,915	5,965
Other debtors		14,549	28,970
		<u>22,464</u>	<u>34,935</u>
12 Investments held as current assets at market value at 31 December 2019		2020	2019
		£	£
Cash on deposit - more than 3 months notice		-	-

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Notes to the Accounts for the year ended 31 December 2020

13 Creditors: amounts falling due within one year	2020	2019
	£	£
Trade creditors	1,373	3,476
Accruals	13,413	10,003
	<u>14,786</u>	<u>13,479</u>

14 Creditors: amounts falling due after more than one year	2019	2019
	£	£
Other creditors-non interest bearing redeemable bond	<u>1,284</u>	<u>1,284</u>

15 Loans to trustees included in debtors

There are no loans to trustees.

16 Guarantees made by the charity on behalf of trustees

There are no guarantees made by the charity on behalf of the trustees.

17 Income and Expenditure account summary	2020	2019
	£	£
At 1 January 2020	793,718	817,300
Surplus/(Deficit) after tax for the year	(85,684)	(23,582)
At 31 December 2020	<u>708,034</u>	<u>793,718</u>

18 Related party transactions

During the year the company used the services of Down to Earth Promotions, a business operated by Mr Howard Heeley, a trustee. Expenditure in the year amounted to £6801 (2019: £8,867).

From 1st January 1988 the shop at the museum has been operated by the Newark Air Museum Trading Company Limited, to comply with charity law. All profits of the trading company are covenanted to the museum. The shares in the trading company are held by Mr H Heeley and Mr R Bryan.

19 Ultimate controlling party

Every member of the charity is obliged to contribute such amount as may be required not exceeding £1 to the assets of the company in the event of it being wound up while he or she is a member, or within one year after he or she ceases to be a member.

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Detailed analysis of income and expenditure for the year ended 31 December 2020 as required by the SORP 2019

This analysis is classified by conventional nominal descriptions and not by activity

20 Donations and Legacies	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Donations and gifts from individuals				
Small donations individually less than £1,000	10,991	-	10,991	10,441
Legacies	-	-	-	43,961
Total donations and gifts from individuals	10,991	-	10,991	54,402
Grants received	89,105	-	89,105	-
Membership subscriptions as donations	8,664	-	8,664	7,594
Gift aid and covenanted profits	18,549	-	18,549	29,854
Total Donations and Legacies	A1 127,309	-	127,309	91,850
21 Income from charitable activities- Trading Activities				
	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Primary purpose and ancillary trading				
Admission fees-Exhibitions and galleries	80,920	-	80,920	176,873
Aircraft entry fees	1,807	-	1,807	12,945
Total primary purpose and ancillary trading	A2 82,727	-	82,727	189,818
22 Total Income from charitable activities				
	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Total income from charitable trading	210,036	-	210,036	281,668
Total from charitable activities	210,036	-	210,036	281,668

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Detailed analysis of income and expenditure for the year ended 31 December 2020 as required by the SORP 2019

23 Income from other, non charitable, trading activities

	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Café income	35,567	-	96,123	96,123
Guide Books and RAF Winthorpe Books	1,172	-	1,669	1,669
Cross charges Newark Air Museum Trading Co	3,521	-	4,694	4,694
Total from other activities	A3			
	<u>40,260</u>	<u>-</u>	<u>102,486</u>	<u>102,486</u>

24 Investment income

	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Bank interest receivable	110	-	110	256
Total investment income	A4			
	<u>110</u>	<u>-</u>	<u>110</u>	<u>256</u>

25 Expenditure on charitable activities - Direct spending

	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Premises costs	67,867	-	67,867	84,202
Educational visit charges and exhibits	2,227	-	2,227	1,788
Administrative	20,216	-	20,216	25,082
Incidental including cost of dispersals	3,010	-	3,010	10,855
Wages including employers Ni	102,433	-	102,433	114,464
Total direct spending	B2a			
	<u>195,753</u>	<u>-</u>	<u>195,753</u>	<u>236,391</u>

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Detailed analysis of income and expenditure for the year ended 31 December 2020 as required by the SORP 2019

26 Support costs for charitable activities

	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Depreciation & Amortisation	69,348	-	69,348	68,454
Support costs before reallocation	69,348	-	69,348	68,454
Total support costs	69,348	-	69,348	68,454

The basis of allocation of costs between activities is described under accounting policies

27 Other expenditure- Governance cost

	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Independent Examiner's fees	2,220	-	2,220	2,142
Total Governance costs	2,220	-	2,220	2,142

28 Total Charitable expenditure

	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Total direct spending	B2a 195,753	-	195,753	236,391
Total support costs	B2d 69,348	-	69,348	68,454
Total Governance costs	B2e 2,220	-	2,220	2,220
Total charitable expenditure	B2 267,321	-	267,321	307,065

29 Expenditure on raising funds and costs of investment management

	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Fundraising publicity & marketing	379	-	379	6,163
Café costs including wages	66,769	-	66,769	93,492
Guide books and RAF history books	1,621	-	1,621	1,272
Total fundraising costs	B1 68,769	-	68,769	100,927

Newark (Nottinghamshire and Lincolnshire) Air Museum Limited

Income & Expenditure Account

For the Year ended 31.12.2020

	<u>2020</u>	<u>2019</u>
Income		
Donations and legacies	10991	54402
Aircraft entry fees	1807	12945
Café income	35567	96123
Entrance fees	80920	176873
Guide books & RAF Winthorpe books	1172	1669
Subscriptions	8664	7594
Gift aid receivable	14549	28970
Bank and other interest	110	256
Grants received	28929	-
Job retention scheme income	60176	-
Trading Company: Rent & rates	333	444
Book-keeping	1500	2000
Electricity	1688	2250
Covenanted profits	4000	884
	<u>250406</u>	<u>384410</u>
Expenditure		
Cost of exhibits/archives	2017	1468
Guide books/W'thorpe RAF/Pioneer	1621	1272
Publicity,function and dispersals	3537	9351
Aircraft repairs and maintenance	5242	14677
Buildings and site maintenance	26594	27955
Rent, rates and water	16526	16838
Postage & stationery	4328	5303
Insurance	9766	10298
Heat and light	9739	14434
Café costs	15195	32061
Gift aid vouchers	2506	5941
Telephone & internet	2120	2043
Travel	291	787
Incidentals	62	2289
Subscriptions	338	527
B/keeping fees	4077	4657
Paye fee	2490	1362
Accountancy	2220	2220
Bank/just giving charges/card machine	257	2105
Financial fees	3809	2357
Wages:		
Museum including ers ni	105112	115758
Café including ers ni	51693	61485
Pension costs	1202	1652
Less employers NI allowance	(4000)	(3000)
Depreciation	69348	68454
Bank Fraud	-	5698
	<u>336090</u>	<u>407992</u>
	<u>(85684)</u>	<u>(23582)</u>

Company Registration Number: 00930888

The Charity Registration Number is: 256434

Newark (Nottinghamshire & Lincolnshire)

Air Museum Limited

Report and Accounts

31 December 2020

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Company Registration Number - 00930888

Reference and Administrative Details as at 31 December 2020

The Trustees are presenting a separate Trustees Report

Reference and administrative details

The charity name

The legal name of the charity is:- Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

The charity is also known by its operating name, Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

The charity's areas operation and UK charitable registration

The charity is registered in England & Wales with the Charity Commission in England & Wales (CCEW) with charity number 256434

Legal structure of the charity

The governing document of the charity is the Memorandum and Articles of Association establishing the company under company legislation.

By operation of law all, trustees are directors under the Companies Act 2006 and all directors are trustees under Charities legislation and have responsibilities, as such, under both company and charity legislation.

The trustees are all individuals.

H Heeley	
D J Hibbert	
C Savill	
C Rice	
D Griffiths	
M J Allen	appointed 24.11.20
A G Clark	appointed 11.02.20
K Graham	appointed 14.01.20

Secretary	H Heeley
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Bankers	HSBC Market Place Newark NG24 1EQ
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Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Report and accounts for the year ended 31 December 2020

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Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Independent Examiner's Statement, Report and Opinion

Subject to the limitations upon the scope of my work as detailed above, in connection with my examination, I can confirm that:-

The accounts of this charitable company are not required to be audited under Part 16 of the Companies Act 2006;

The gross income of the charitable company in the year ended 31 December 2020 appears to exceed the sum specified in Section 145(3) of the Act, namely £250,000, and that I am qualified to act as Independent Examiner in accordance with that section by virtue of my being a qualified member of the Institute of Chartered Accountants in England and Wales (ICAEW);

This is a report in respect of an examination carried out under Section 145 of the Act and in accordance with General Directions given by the Charity Commission under Section 145 (5)(b) of the Act which may be applicable;

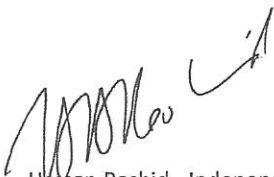
and that no matter has come to my attention in connection with my examination which gives me reasonable cause to believe that in any material respect the requirements:-

to keep accounting records in accordance with Section 386 of the Companies Act 2006 and Section 130 of the Charities Act 2011;

to prepare financial statements which accord with the accounting records and comply with the accounting requirements of Section 396 of the Companies Act 2006 and the Charities Act 2011 and;

have been prepared in accordance with the requirements of Section 396 of the Companies Act 2006 and with the methods and principles set out in FRS102 Statement of Recommended Practice - Accounting and Reporting by Charities (effective January 2019)

have not been met or to which, in my opinion, attention should be drawn in my report in order to enable a proper understanding of the accounts to be reached;



Hassan Rashid - Independent Examiner
Chartered Accountant (ICAEW)

27 Castlegate
Newark
Nottinghamshire
NG24 1BA

This report was signed on 21 May 2021

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited - Statement of Financial Activities for the year ended 31 December 2020

Statement of Financial Activities (including the Income and Expenditure Account for the year ended 31 December 2020, as required by the Companies Act 2006)

	SORP Ref	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior year Total Funds 2019 £
Income & Endowments from:					
Donation, Legacies and Grants	A1	127,309	-	127,309	91,850
Charitable activities	A2	82,727	-	82,727	189,818
Other trading activities	A3	40,260	-	40,260	102,486
Investments	A4	110	-	110	256
Total income	A	<u>250,406</u>	<u>-</u>	<u>250,406</u>	<u>384,410</u>
Expenditure on:					
Raising funds	B1	68,769	-	68,769	100,927
Charitable activities	B2	267,321	-	267,321	307,065
Total expenditure	B	<u>336,090</u>	<u>-</u>	<u>336,090</u>	<u>407,992</u>
Net expenditure for the year		<u>(85,684)</u>	<u>-</u>	<u>(85,684)</u>	<u>(23,582)</u>
Net expenditure after transfers	A-B	<u>(85,684)</u>	<u>-</u>	<u>(85,684)</u>	<u>(23,582)</u>
Net movement in funds		<u>(85,684)</u>	<u>-</u>	<u>(85,684)</u>	<u>(23,582)</u>
Reconciliation of funds:-	E				
Total funds brought forward		793,718	-	793,718	817,300
Total funds carried forward		<u>708,034</u>	<u>-</u>	<u>708,034</u>	<u>793,718</u>

The 'SORP Ref' indicated above is the classification of income set out in the formal SORP documents. As required by paragraph 4.60 of the SORP, the brought forward and carried forward funds above have been agreed to the Balance Sheet.

A separate Statement of Total Recognised Gains and Losses is not required as this statement includes all recognised gains and losses.

All the prior year transactions were unrestricted items, and no further analysis is required.

All activities derive from continuing operations.

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited - Statement of Financial Activities for the year ended 31 December 2020

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited - Resources applied in the year ended 31 December 2020 towards fixed assets for Charity use:-

	2020 £	2019 £
Funds used in the year as detailed in the SOFA	(85,684)	(23,582)
Resources applied on functional fixed assets	(12,118)	(60,080)
Resources applied on Heritage assets	-	-
Net resources used to fund charitable activities	<u>(97,802)</u>	<u>(83,662)</u>

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited - Statement of Financial Activities for the year ended 31 December 2020

Movements in revenue and capital funds for the year ended 31 December 2020

Revenue accumulated funds

	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total Funds 2020 £	Prior year Total Funds 2019 £
Accumulated funds brought forward	793,718	-	793,718	817,300
Recognised gains and losses before transfers	(85,684)	-	(85,684)	(23,582)
	<u>708,034</u>	<u>-</u>	<u>708,034</u>	<u>793,718</u>
Closing revenue funds	<u>708,034</u>	<u>-</u>	<u>708,034</u>	<u>793,718</u>

Revaluation Reserve Fund

	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total Funds 2020 £	Prior year Total Funds 2019 £
At 1st January 2020	-	-	-	-
At 31 December 2020	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Summary of Funds

	Unrestricted and Designated funds 2020 £	Restricted Funds 2020 £	Total Funds 2020 £	Prior year Total Funds 2019 £
Revenue accumulated funds	<u>708,034</u>	<u>-</u>	<u>708,034</u>	<u>793,718</u>

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited - Statement of Financial Activities for the year ended 31 December 2020

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited
Income and Expenditure Account for the year ended 31 December 2020 as required by the Companies Act 2006

	2020 £	2019 £
<i>Income</i>		
Income from operations	250,296	384,154
Investment income		
Interest receivable	110	256
Gross income in the year before exceptional items	250,406	384,410
Gross income in the year including exceptional items	250,406	384,410
<i>Expenditure</i>		
Charitable expenditure, excluding depreciation and amortisation	195,753	236,391
Depreciation and amortisation	69,348	68,454
Fundraising costs	68,769	100,927
Governance cost	2,220	2,220
Total expenditure in the year	336,090	407,992
Net loss before tax in the financial year	(85,684)	(23,582)
Tax on deficit on ordinary activities	-	-
Net loss after tax in the financial year	(85,684)	(23,582)
Retained deficit for the financial year	(85,684)	(23,582)
All activities derive from continuing operations		

In accordance with the provisions of the Companies Act 2006, the headings and subheadings used in the Income and Expenditure account have been adapted to reflect the special nature of the charity's activities.

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited
Balance Sheet as at 31 December 2020

	Note	Sorp Ref	2020 £	2019 £
Fixed assets		A		
Tangible assets	9	A2	540,087	594,258
Heritage assets	8	A3	30,319	33,378
Total fixed assets			<u>570,406</u>	<u>627,636</u>
Current assets		B		
Stocks		B1	15,497	17,011
Debtors	11	B2	22,464	34,935
Investments held as current assets	12	B3	-	-
Cash at bank and in hand		B4	115,737	128,899
Total current assets			<u>153,698</u>	<u>180,845</u>
Creditors: amounts falling due within one year	13	C1	<u>(14,786)</u>	<u>(13,479)</u>
Net current assets			138,912	167,366
Total assets less current liabilities			<u>709,318</u>	<u>795,002</u>
Creditors: amounts falling due after more than one year	14	C2	<u>(1,284)</u>	<u>(1,284)</u>
The total net assets of the charity			<u>708,034</u>	<u>793,718</u>
The total net assets of the charity are funded by the funds of the charity, as follows:-				
Restricted Funds			-	-
Unrestricted Revenue Funds		D3	708,034	793,718
Designated Funds			-	-
Total Charity Funds			<u>708,034</u>	<u>793,718</u>

The 'SORP Ref' as indicated above is the classification of Balance Sheet items as set out in the formal SORP documents. As required by paragraph 4.60 of the SORP, the brought forward and carried forward funds above have been agreed to the SOFA.

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under Section 477 of the Companies Act 2006.

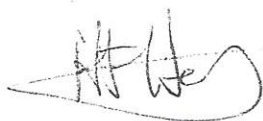
Newark (Nottinghamshire & Lincolnshire) Air Museum Limited
Balance Sheet as 31 December 2020

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

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

The charity is subject to Independent Examination under charity legislation, and the report of the Independent Examiner is on page 1

The financial statements have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.

A handwritten signature in black ink, appearing to read 'H Heeley', enclosed within a simple, hand-drawn oval border.

H Heeley

Trustee

Approved by the Board of Trustees on 21 May 2021

1 Accounting policies

Policies relating to the production of the accounts

Basis of preparation and accounting convention

The accounts have been prepared on the accruals basis, under the historical cost convention, and in accordance with the Financial Reporting Standard 102, (effective 1st January 2016) and FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015 (as amended by Bulletin 1 issued February 2016 and Bulletin 2 issued October 2018) published by the Charity Commission in England & Wales (CCEW), effective January 2019, (The SORP), and in accordance with all applicable law in the charity's jurisdiction of registration, except that the charity has prepared the financial statements in accordance with FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015 (as amended by Bulletin 1 issued in February 2016 and Bulletin 2 issued October 2018 effective January 2019)

Going Concern

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

Policies relating to categories of income and income recognition

Membership subscriptions

The income and any associated Gift Aid or other tax refund from a membership subscription received by the charity in the nature of a gift, is accounted for on the same basis as a donation.

The income from a membership subscription received by the charity where the subscription purchases the right to services or benefits is recognised as income from charitable activities.

Policies relating to expenditure on goods and services provided to the charity

Recognition of liabilities and expenditure

A liability, and the related expenditure, is recognised when a legal or constructive obligation exists as a result of a past event, and when it is more likely than not that a transfer of economic benefits will be required in settlement, and when the amount of the obligation can be measured or reliably estimated.

Liabilities arising from future funding commitments and constructive obligations, including performance related grants, where the timing of the amount of the future expenditure required to settle the obligation are uncertain, give rise to a provision in the accounts, which is reviewed at the accounting year end. The provision is increased to reflect any increase in liabilities, and is decreased by the utilisation of any provision within the period, and reversed if any provision is no longer required. These movements are charged or credited to the respective funds and activities to which the provision relates.

Volunteers

In accordance with the SORP, and in recognition of the difficulties in placing a monetary value on the contribution from volunteers, the contribution of volunteers is not included within the income of the charity. However, the trustees value the significant contribution made to the activities of the charity by unpaid volunteers and this is described more fully in Note 5.

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Notes to the Accounts for the year ended 31 December 2020

Policies relating to assets, liabilities and provisions and other matters

Tangible fixed assets

Tangible fixed assets are measured at their original cost value, or subsequent revaluation, or if donated, as described above. Cost value includes all costs expended in bringing the asset into its intended working condition. Depreciation has been provided at the following rates in order to write off the assets to their anticipated residual value over estimated useful lives.

Land and Buildings	5% Straight Line
Plant and Machinery	15% Straight Line

Heritage assets

The charity has heritage assets, that is non-monetary assets with historic, artistic, scientific, technological, geophysical or environmental qualities that are held and maintained principally for their contribution to knowledge and culture. They are depreciated on a straight line basis at 5%. They are valued at cost.

Stocks and work in progress

Stocks held for sale as part of non-charitable trade are valued at the lower of cost and net realisable value.

Debtors

Debtors (including trade debtors and loans receivable) are measured on initial recognition at settlement amount after any trade discounts or amount advanced by the charity. Subsequently, they are measured at the cash or other consideration expected to be received.

Current asset investments

These include cash on deposit held for investment purposes rather than to meet short-term cash commitments as they fall due.

Creditors and provisions

The charity has creditors which are measured at settlement amounts less any trade discounts

Cash and bank balances

Cash held by the charity is included at the amount actually held and counted at the year end. Bank balances, whether in credit or overdrawn, are shown at the amounts properly reconciled to the bank statements.

2 Liability to taxation

The Trustees consider that the charity satisfies the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 for UK corporation tax purposes. Accordingly, the Charity is potentially exempt from taxation in respect of income or capital gains received within the categories covered by chapter 3 part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively on the specific charitable objects of the charity and for no other purpose. Value Added Tax is not recoverable by the charity, and is therefore included in the relevant costs in the Statement of Financial Activities.

3 Winding up or dissolution of the charity

If upon winding up or dissolution of the charity there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Notes to the Accounts for the year ended 31 December 2020

4 Net deficit before tax in the financial year

	2020	2019
	£	£
The net deficit before tax in the financial year is stated after charging:-		
Depreciation of owned fixed assets	66,289	65,395
Depreciation and amortisation of heritage assets	<u>3,059</u>	<u>3,059</u>

5 The contribution of volunteers

The value of any voluntary help received is not included within the accounts but it is described in the Trustees' Annual Report.

6 Staff costs and emoluments

	2020	2019
Average numbers of employees including directors employed during the year:		
Museum	7	8
Café	5	6
Trustees	8	6
Staff costs	2020	2019
	£	£
Salaries and wages:		
Museum	98,872	108,046
Café	50,696	59,988
Social security and pension costs	<u>4,439</u>	<u>7,861</u>
	<u>154,007</u>	<u>175,895</u>

No employees had emoluments in excess of £60,000 (2019:nil).

7 Remuneration and payments to Trustees and persons connected with them

No trustees or persons connected with them received any remuneration from the charity, or any related entity.
The trustees were re-imbursed travel expenses during the year £0 (2019:£286).

8 Heritage assets included in the accounts

	At Cost	At valuation	Total of valuation and cost	Total of valuation and cost
	2020	2020	2020	2020
	£	£	£	£
Cost				
At 1 January 2020	61,178	-	61,178	61,178
Additions	-	-	-	-
At 31 December 2020	<u>61,178</u>	<u>-</u>	<u>61,178</u>	<u>61,178</u>
Depreciation				
At 1 January 2020	27,800	-	27,800	27,800
Charge for the year	3,059	-	3,059	3,059
At 31 December 2020	<u>30,859</u>	<u>-</u>	<u>30,859</u>	<u>30,859</u>
Net book value at 31 December 2020	<u>30,319</u>	<u>-</u>	<u>30,319</u>	<u>30,319</u>

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Notes to the Accounts for the year ended 31 December 2020

9 Tangible fixed assets	Land and Buildings £	Plant and Machinery £	Total £
Cost			
At 1 January 2020	1,231,214	41,733	1,272,947
Additions	12,118		12,118
Disposals			
At 31 December 2020	1,243,332	41,733	1,285,065
Depreciation			
At 1 January 2020	667,911	10,778	678,689
Charge for the year	60,052	6,237	66,289
Disposals			
At 31 December 2020	727,963	17,015	744,978
Net book value			
At 31 December 2020	515,369	24,718	540,087
At 31 December 2019	563,303	30,955	594,258
10 Stocks & work in progress		2020	2019
		£	£
Stocks before write downs		15,497	17,011
		<u>15,497</u>	<u>17,011</u>
11 Debtors		2020	2019
		£	£
Trade debtors		-	-
Prepayments and accrued income		7,915	5,965
Other debtors		14,549	28,970
		<u>22,464</u>	<u>34,935</u>
12 Investments held as current assets at market value at 31 December 2019		2020	2019
		£	£
Cash on deposit - more than 3 months notice		<u>-</u>	<u>-</u>

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Notes to the Accounts for the year ended 31 December 2020

13 Creditors: amounts falling due within one year	2020	2019
	£	£
Trade creditors	1,373	3,476
Accruals	13,413	10,003
	<u>14,786</u>	<u>13,479</u>

14 Creditors: amounts falling due after more than one year	2019	2019
	£	£
Other creditors-non interest bearing redeemable bond	<u>1,284</u>	<u>1,284</u>

15 Loans to trustees included in debtors

There are no loans to trustees.

16 Guarantees made by the charity on behalf of trustees

There are no guarantees made by the charity on behalf of the trustees.

17 Income and Expenditure account summary	2020	2019
	£	£
At 1 January 2020	793,718	817,300
Surplus/(Deficit) after tax for the year	(85,684)	(23,582)
At 31 December 2020	<u>708,034</u>	<u>793,718</u>

18 Related party transactions

During the year the company used the services of Down to Earth Promotions, a business operated by Mr Howard Heeley, a trustee. Expenditure in the year amounted to £6801 (2019: £8,867).

From 1st January 1988 the shop at the museum has been operated by the Newark Air Museum Trading Company Limited, to comply with charity law. All profits of the trading company are covenanted to the museum. The shares in the trading company are held by Mr H Heeley and Mr R Bryan.

19 Ultimate controlling party

Every member of the charity is obliged to contribute such amount as may be required not exceeding £1 to the assets of the company in the event of it being wound up while he or she is a member, or within one year after he or she ceases to be a member.

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Detailed analysis of income and expenditure for the year ended 31 December 2020 as required by the SORP 2019

This analysis is classified by conventional nominal descriptions and not by activity

20 Donations and Legacies	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Donations and gifts from individuals				
Small donations individually less than £1,000	10,991	-	10,991	10,441
Legacies	-	-	-	43,961
Total donations and gifts from individuals	10,991	-	10,991	54,402
Grants received	89,105	-	89,105	-
Membership subscriptions as donations	8,664	-	8,664	7,594
Gift aid and covenanted profits	18,549	-	18,549	29,854
Total Donations and Legacies	A1 127,309	-	127,309	91,850
21 Income from charitable activities- Trading Activities				
	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Primary purpose and ancillary trading				
Admission fees-Exhibitions and galleries	80,920	-	80,920	176,873
Aircraft entry fees	1,807	-	1,807	12,945
Total primary purpose and ancillary trading	A2 82,727	-	82,727	189,818
22 Total Income from charitable activities				
	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Total income from charitable trading	210,036	-	210,036	281,668
Total from charitable activities	210,036	-	210,036	281,668

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Detailed analysis of income and expenditure for the year ended 31 December 2020 as required by the SORP 2019

23 Income from other, non charitable, trading activities

	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Café income	35,567	-	96,123	96,123
Guide Books and RAF Winthorpe Books	1,172	-	1,669	1,669
Cross charges Newark Air Museum Trading Co	3,521	-	4,694	4,694
Total from other activities	A3			
	<u>40,260</u>	<u>-</u>	<u>102,486</u>	<u>102,486</u>

24 Investment income

	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Bank interest receivable	110	-	110	256
Total investment income	A4			
	<u>110</u>	<u>-</u>	<u>110</u>	<u>256</u>

25 Expenditure on charitable activities - Direct spending

	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Premises costs	67,867	-	67,867	84,202
Educational visit charges and exhibits	2,227	-	2,227	1,788
Administrative	20,216	-	20,216	25,082
Incidental including cost of dispersals	3,010	-	3,010	10,855
Wages including employers Ni	102,433	-	102,433	114,464
Total direct spending	B2a			
	<u>195,753</u>	<u>-</u>	<u>195,753</u>	<u>236,391</u>

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Detailed analysis of income and expenditure for the year ended 31 December 2020 as required by the SORP 2019

26 Support costs for charitable activities

	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Depreciation & Amortisation	69,348	-	69,348	68,454
Support costs before reallocation	<u>69,348</u>	<u>-</u>	<u>69,348</u>	<u>68,454</u>
Total support costs	<u>69,348</u>	<u>-</u>	<u>69,348</u>	<u>68,454</u>

The basis of allocation of costs between activities is described under accounting policies

27 Other expenditure- Governance cost

	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Independent Examiner's fees	2,220	-	2,220	2,142
Total Governance costs	<u>2,220</u>	<u>-</u>	<u>2,220</u>	<u>2,142</u>

28 Total Charitable expenditure

	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Total direct spending	B2a 195,753	-	195,753	236,391
Total support costs	B2d 69,348	-	69,348	68,454
Total Governance costs	B2e 2,220	-	2,220	2,220
Total charitable expenditure	B2 <u>267,321</u>	<u>-</u>	<u>267,321</u>	<u>307,065</u>

29 Expenditure on raising funds and costs of investment management

	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Fundraising publicity & marketing	379	-	379	6,163
Café costs including wages	66,769	-	66,769	93,492
Guide books and RAF history books	1,621	-	1,621	1,272
Total fundraising costs	B1 <u>68,769</u>	<u>-</u>	<u>68,769</u>	<u>100,927</u>

Newark (Nottinghamshire and Lincolnshire) Air Museum Limited

Income & Expenditure Account

For the Year ended 31.12.2020

	<u>2020</u>	<u>2019</u>
Income		
Donations and legacies	10991	54402
Aircraft entry fees	1807	12945
Café income	35567	96123
Entrance fees	80920	176873
Guide books & RAF Winthorpe books	1172	1669
Subscriptions	8664	7594
Gift aid receivable	14549	28970
Bank and other interest	110	256
Grants received	28929	-
Job retention scheme income	60176	-
Trading Company: Rent & rates	333	444
Book-keeping	1500	2000
Electricity	1688	2250
Covenanted profits	4000	884
	<u>250406</u>	<u>384410</u>
Expenditure		
Cost of exhibits/archives	2017	1468
Guide books/W'thorpe RAF/Pioneer	1621	1272
Publicity,function and dispersals	3537	9351
Aircraft repairs and maintenance	5242	14677
Buildings and site maintenance	26594	27955
Rent, rates and water	16526	16838
Postage & stationery	4328	5303
Insurance	9766	10298
Heat and light	9739	14434
Café costs	15195	32061
Gift aid vouchers	2506	5941
Telephone & internet	2120	2043
Travel	291	787
Incidentals	62	2289
Subscriptions	338	527
B/keeping fees	4077	4657
Paye fee	2490	1362
Accountancy	2220	2220
Bank/just giving charges/card machine	257	2105
Financial fees	3809	2357
Wages:		
Museum including ers ni	105112	115758
Café including ers ni	51693	61485
Pension costs	1202	1652
Less employers NI allowance	(4000)	(3000)
Depreciation	69348	68454
Bank Fraud	-	5698
	<u>336090</u>	<u>407992</u>
	<u>(85684)</u>	<u>(23582)</u>