

NEWARK AIR MUSEUM TRUSTEES REPORT FOR THE YEAR 2022

We started the year in a reasonably optimistic mood, and with Covid Regulations starting to be relaxed. A steady influx of visitors provided an encouraging start; however, this was soon brushed aside with the unprovoked invasion of Ukraine, and the associated cost increases and uncertainty the invasion created. Here is an appropriate time to place on record our thanks to all of the staff, members and visitors who have helped the museum during these challenging times.

As a volunteer managed registered charity we rely on public admission fees, shop sales etc. to fund our operation and like most similar organisations in 2022 we once again relied on the generosity of our visitors, volunteers and staff to help us get through – thank you all. However, despite these challenges we still attracted 24,583 paying visitors.

External support, advice and guidance was still available, and we would like to give a particular mention to the following organisations: Association of Independent Museums (AIM); Museum Development East Midlands (MDEM); The team at Visit Notts; the tourism & finance teams at Newark & Sherwood District Council (NSDC); Arts Council England; and Visit England – they all helped us greatly and we do appreciate their 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 aim to retain a reserve fund of £80,000 as part of their budgeting process to cover any period of significant loss through accident or natural adverse events; a point that was highlighted by recent Covid related issues.

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 started to increase again; the need for the continued integration of the Southfield Site into the museum operation; remains an important part of our development. Rent related issues for the leased site remain in place and we are still monitoring these effects on our Northfield Site lease.

Our hardstanding areas on the Southfield Site, and the repositioned aircraft provided ideal focal points for the various museum events that were hosted during the year.

Our waste treatment system, continues to operate within specification, as verified by the associated sampling regime and we continue to comply with Environment Agency discharge standards for the cleaned water being discharged into the culvert.

The café with its varied menus continued to thrive despite the need for higher prices due to the VAT and ever-increasing costs associated with global economic conditions.

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 around the local area. The RAF Winthorpe Memorial Garden continues to be well maintained; and we were able to host a Remembrance Sunday service in November.

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. Extensive restoration and cleaning works were carried out on the following exhibits, notably: Ashton, Buccaneer, Canberra PR7, Canberra T19, Clutton FRED, Cushman & David Brown tractors, Chinook, Desford, Dominie, Gannet, Gazelle, Gnat, Harvard, Hastings, Heron, Hunter T7, Jaguar cockpit, Leonides engine, Lockheed T-33, Meteor T7, Merlin engine, MiG-23, MiG-27, Monospar, Mooney, Mystere, Pegasus engine, Puma, Shackleton, Vulcan, Wessex and various munitions.

Plans were put into place to start to address the issues raised in the Conservation Reports on our Vulcan and Shackleton aircraft. To some extent work on these two aircraft was run in parallel.

Concrete jacking pads were designed and built underneath the Shackleton, which allowed the refurbished jacks to be installed. This allowed the aircraft to be reopened to the public and to start generating income to help with the restoration costs.

At the end of May work was completed on the installation of scaffolding around the nose and one wing of the Vulcan, allowing the planned repainting work to commence. A fund-raising campaign had raised some funds towards these costs and the British Aviation Research Group generously agreed to fund the cost of the paint. Work continued when temperatures allowed, the hot summer weather sometimes preventing work being carried out. More work was achieved than anticipated and the scaffolding was moved to the other wing, which was also repainted – the scaffolding was finally removed in December.

The Accreditation resubmission process progressed during the early part of the year, and we continued to work updating our Policies and Processes; in July 2022 we were advised that once again we had retained our Accredited status.

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.

Good use of the Archive was maintained and we responded to regular public enquiries, which benefitted a number of local groups and organisations.

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

With the easing of Covid regulations we were able to host a record number of facilitated school visits. For the first time ever we hosted more than one thousand young people from across the region, which was a figure of 1,054 from twenty-four different schools; covering age ranges from Reception to Year 9; with topics of World War I; World War II; History of Flight; Transportation & the Wright Brothers; Art & Poetry and the Principles of Flight.

In addition, we hosted eleven Air Training Corp (ATC) units; seven Cub/Scout packs with 271 young people visiting; and four university group visits of various sizes.

Some initial discussions took place with staff from the fast-developing Air and Space Institute in Newark, with a view to providing improved educational learning experiences for local students.

The Anderson Shelter/Dig For Victory Garden and the World War II era Royal Observer Corps Post displays continue to provide important focal points for education visits and also members of the public.

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

As the year progressed we were able to gradually reinstate open cockpit access to an increasing number of exhibits. This involved retraining our volunteers on the various aircraft and cockpit sections; we also introduced a contactless payment option via our Just Giving pages for such cockpit visits.

We were able to host an increased number of special event days. This included: A Falklands 40th Anniversary event, which was combined with a Cold War reunion event in April/May; Cockpit-Fest and an outdoor Aeroboot in June; two Day Night Photo Shoot events in arch and October; plus, an in-person Remembrance Sunday Service in November. All of these events were well attended and provided a steady and welcome return to some sort of normality.

Once again the reasonably good visitor numbers that we were able to record seem to highlight that people felt comfortable in visiting us during this challenging period.

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

Sadly, we were unable to make any progress in the process of transferring Eurofighter Typhoon DA4 (ZH590) to the museum. We still intend to complete this project.

Progress with Leicestershire County Council (LCC) over the acquisition of the Reid & Sigrist Desford airframe, was however much more positive, but with a few challenges to overcome. After the LCC undertaking additional consultation work within the council and the wider community; an agreement to proceed was secured. Thanks to the support from the Newark & Nottinghamshire Agricultural Society and the Newark Motor Auctions, we were able to prepare for the aircraft to be flown into the airfield's former runways. The transfer of ownership was notified to the CAA on 15th August, and the delivery flight was completed safely on 19th August. We would like to place on record our thanks to everyone involved in making the acquisition of this unique aircraft possible.

Several training aircraft in the collection the received preparatory work for their eventual restoration in the coming months.

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

Throughout the year significant we prided ourselves on 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. These platforms helped keep the volunteers and public advised of our opening status and on-site activities.

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

Following the notification that we had been awarded a grant from the Nottingham Regeneration Trust for funding towards a new Crewroom for our volunteers, we pursued this project with renewed vigour. After consultation with the Newark Community First Aid group, over their experience on a similar project we eventually placed an order with a local modular build company. Throughout the summer the project was developed and finally installed in the late autumn, on an area of the site where the original café had been located. This new unit provided much improved facilities and space for our volunteers; and also more appropriate accommodation for our Restoration Manager.

As with previous years, detailed Conservation Studies were carried out on some aircraft, which allowed us to take balanced decisions when needed. This included reviewing the existing Reports and implementing meaningful programmes on aircraft like the Shackleton and Vulcan. Special thanks to those volunteers and staff who undertook these surveys.

Gift Aid data started to be entered thanks to the efforts of museum volunteers; albeit the software used for the claim system was struggling to be maintained and we started to look for new software options.

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 as and when appropriate.

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

Post-Covid our volunteers once again started to attend site and work on a growing number of projects under the supervision of the Restoration Manager, with support from various museum volunteers and the trustees. The role of the working members remains extremely important, and 16'200 volunteer hours were recorded during 2022; and many thanks go out to everyone involved in this vital work. Further working

members were inducted at the museum and the aircraft documentation items continued to be integrated into the Conservation Policy.

Audience Development work continued with further consultation exercises via the Visitors Book; post codes gathered from Gift Aid data; and online feedback. We also provided feedback for the ONS and VisitEngland – and providing background data for possible future grant applications.

The commitment of trustees and staff has continued to address various administrative tasks including: Health & Safety; Food Hygiene Regulations; SORP Compliance for the Charity Commission; the National Minimum Wage; Pension legislation and Radiation Monitoring. In particular, 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.

There remained a reduced level of Staff meetings but we endeavoured to maintain communication channels via, email, telephone and via the website.

During the year we had three people retire; one from the shop staff; and two from the ground staff. Recruitment was carried out successfully to replace these much valued people; Julia Wallace, Nigel & Jude Bean, who we thank for their efforts. We are pleased to note that they have all offered their time as volunteers at the museum and it is nice to still see them on site. The new members of staff Matthew Jackson and Peter McEntee have both settled in well to our great team.

In the autumn we also hosted the launches of several books published by museum volunteers, which detailed the operational activities associated with the Vulcan aircraft; and these publications are now offered for sale in the Museum Shop.

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

Post-Covid the opportunity to establish bonds with the local Royal Air Force Stations was restarted and we hosted a number of visits by Officer Cadets from RAF Cranwell & Force Development visits.

As part of the Falkland Anniversary weekend RAF Explosive Ordnance Disposal (EOD) display was formally unveiled and a new EOD Memorial was dedicated in the Memorial Garden; both of which attract a steady flow of visits by ex-EOD personnel.

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.

In the summer we took on loan a complete example of a Rapier Field Standard C (FSC) Ground Based Air Defence system. These impressive units form a display that is unique in the UK and attracts interest from current and former RAF Regiment personnel.

In the latter part of the year we started to formulate plans to contact former Vulcan personnel who served on our aircraft, this was in support of some anniversary events early in 2023.

Other Milestones

The museum again fulfilled some mentoring / consultation work with several like-minded groups mainly via email, telephone communication, but also with a couple of site visits.

As has become the sad custom we complete this report when we note the sad passing of long standing museum volunteer Paul Cotten; who complete a significant part of the internal restoration of our Avro Anson aircraft and then also volunteered as an aircraft cockpit opener.

On a lighter note a non-accessed helicopter cabin was disposed of to the comedian Johnny Vegas, who visited the museum to film its acquisition for the TV programme, Carry on Glamping. His jovial presence was a great tonic to museum volunteers, staff and our visitors.

Company Registration Number: 00930888

The Charity Registration Number is: 256434

Newark (Nottinghamshire & Lincolnshire)

Air Museum Limited

Report and Accounts

31 December 2022

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Report and accounts for the year ended 31 December 2022

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Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Report of the Independent Examiner to the Trustees of the charitable company on the accounts for the year ended 31 December 2022

I report on the financial statements of the charitable company on pages 3 to 16 for the year ended 31 December 2022 which have been prepared in accordance with the Charities Act 2011 (the Act) and with the Financial Reporting Standard 102, (effective 1st January 2016) as modified by 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 in October 2018) published by the Charity Commission in England & Wales (CCEW), effective January 2019 (The SORP), under the historical cost convention and the accounting policies set out on page 9.

Respective responsibilities of the Trustees and the Independent Examiner

As described on page 2, the charitable company's Trustees who are also the Directors of the Company for the purposes of Company law, are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice, applicable to smaller entities, and for being satisfied that the financial statements give a true and fair view.

The Trustees consider that the audit requirement of Section 144(1) of the Charities Act 2011 (the Act) does not apply, and that there is no requirement in the memorandum and articles of the charity for the conducting of an audit, and that the accounts do not require an audit in accordance with Part 16 of the Companies Act 2006 and that no member or members have requested an audit pursuant to Section 476 of the Companies Act 2006. As a consequence, the Trustees have elected that the financial statements be subject to independent examination.

Having satisfied myself that the charity is not subject to audit under any legal provision, or otherwise, and is eligible for independent examination, it is my responsibility to:-

- a) examine the accounts under Section 145 of the Act;
- b) follow the procedures in the General Directions given by the Charity Commission under Section 145(5)(b) of the Act and;
- c) state whether particular matters have come to my attention

Basis of Independent Examiner's Statement and scope of work undertaken

I conducted my examination in accordance with the General Directions given by the Charity Commission under Section 145(5)(b) of the Act, setting out the duties of an Independent Examiner in relation to the conducting of an Independent Examination. An Independent Examination includes a review of the accounting records kept by the charitable company and of the accounting systems employed by the charitable company and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you, as Trustees, concerning such matters. The purpose of the examination is to establish as far as possible that there have been no breaches of charity legislation and that the financial statements comply with the SORP, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements.

The procedures undertaken do not provide all the evidence that would be required in an audit, and information supplied by the Trustees in the course of the examination is not subjected to audit tests or enquiries, and consequently I do not express an audit opinion on the view given by the financial statements, and in particular, I express no opinion as to whether the financial statements give a true and fair view of the affairs of the charity, and my report is limited to the matters set out in the statement below.

I planned and performed my examination so as to satisfy myself that the objectives of the Independent Examination are achieved and before finalising the report I obtained written assurances from the Trustees of all material matters.

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 2022 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

17 April 2023

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited - Statement of Financial Activities for the year ended 31 December 2022

Statement of Financial Activities (including the Income and Expenditure Account for the year ended 31 December 2022, as required by the Companies Act 2006)

	SORP Ref	Current year Unrestricted Funds 2022 £	Current year Restricted Funds 2022 £	Current year Total Funds 2022 £	Prior year Total Funds 2021 £
Income & Endowments from:					
Donation, Legacies and Grants	A1	70,357	-	70,357	109,243
Charitable activities	A2	217,821	-	217,821	137,025
Other trading activities	A3	108,848	-	108,848	71,532
Investments	A4	161	-	161	10
Total income	A	<u>397,187</u>	<u>-</u>	<u>397,187</u>	<u>317,810</u>
Expenditure on:					
Raising funds	B1	105,624	-	105,624	82,867
Charitable activities	B2	325,571	-	325,571	276,488
Total expenditure	B	<u>431,195</u>	<u>-</u>	<u>431,195</u>	<u>359,355</u>
Net expenditure for the year		<u>(34,008)</u>	<u>-</u>	<u>(34,008)</u>	<u>(41,545)</u>
Net expenditure after transfers	A-B	<u>(34,008)</u>	<u>-</u>	<u>(34,008)</u>	<u>(41,545)</u>
Net movement in funds		<u>(34,008)</u>	<u>-</u>	<u>(34,008)</u>	<u>(41,545)</u>
Reconciliation of funds:-	E				
Total funds brought forward		666,489	-	666,489	708,034
Total funds carried forward		<u>632,481</u>	<u>-</u>	<u>632,481</u>	<u>666,489</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 2022

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited - Resources applied in the year ended 31 December 2022 towards fixed assets for Charity use:-

	2022	2021
	£	£
Funds generated in the year as detailed in the SOFA		
Resources applied on functional fixed assets	(72,749)	(2,480)
Resources applied on Heritage assets	-	-
Net resources used to fund charitable activities	<u>(72,749)</u>	<u>(2,480)</u>

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited - Statement of Financial Activities for the year ended 31 December 2022

Movements in revenue and capital funds for the year ended 31 December 2022

Revenue accumulated funds

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Prior year Total Funds 2021 £
Accumulated funds brought forward	666,489	-	666,489	708,034
Recognised gains and losses before transfers	(34,008)	-	(34,008)	(41,545)
	<u>632,481</u>	<u>-</u>	<u>632,481</u>	<u>666,489</u>
Closing revenue funds	<u>632,481</u>	<u>-</u>	<u>632,481</u>	<u>666,489</u>

Revaluation Reserve Fund

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Unrestricted Funds 2021 £
At 1st January 2022	-	-	-	-
At 31 December 2022	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Summary of Funds

	Unrestricted and Designated funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Unrestricted and Designated funds 2021 £
Revenue accumulated funds	<u>632,481</u>	<u>-</u>	<u>632,481</u>	<u>666,489</u>

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited - Statement of Financial Activities for the year ended 31 December 2022

**Newark (Nottinghamshire & Lincolnshire) Air Museum Limited
Income and Expenditure Account for the year ended 31 December 2022 as required by the Companies Act 2006**

	2022	2021
	£	£
Income		
Income from operations	397,026	317,800
Investment income		
Interest receivable	161	10
	<u>397,187</u>	<u>317,810</u>
Gross income in the year before exceptional items		
	<u>397,187</u>	<u>317,810</u>
Gross income in the year including exceptional items		
	<u>397,187</u>	<u>317,810</u>
Expenditure		
Charitable expenditure, excluding depreciation and amortisation	255,569	208,738
Depreciation and amortisation	72,810	69,194
Fundraising costs	100,296	79,143
Governance cost	2,520	2,280
	<u>431,195</u>	<u>359,355</u>
Total expenditure in the year		
	<u>431,195</u>	<u>359,355</u>
Net loss before tax in the financial year	(34,008)	(41,545)
Tax on deficit on ordinary activities	-	-
	<u>(34,008)</u>	<u>(41,545)</u>
Net loss after tax in the financial year		
	<u>(34,008)</u>	<u>(41,545)</u>
Retained deficit for the financial year		
	<u>(34,008)</u>	<u>(41,545)</u>

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 2022

	Note	Sorp Ref	2022 £	2021 £
Fixed assets		A		
Tangible assets	9	A2	479,430	476,432
Heritage assets	8	A3	24,201	27,260
Total fixed assets			<u>503,631</u>	<u>503,692</u>
Current assets		B		
Stocks		B1	15,922	14,387
Debtors	11	B2	36,617	29,812
Investments held as current assets	12	B3	-	-
Cash at bank and in hand		B4	95,716	132,391
Total current assets			<u>148,255</u>	<u>176,590</u>
Creditors: amounts falling due within one year	13	C1	<u>(18,121)</u>	<u>(12,509)</u>
Net current assets			<u>130,134</u>	<u>164,081</u>
Total assets less current liabilities			<u>633,765</u>	<u>667,773</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>632,481</u>	<u>666,489</u>
The total net assets of the charity are funded by the funds of the charity, as follows:-				
Restricted Funds			-	-
Unrestricted Revenue Funds		D3	632,481	666,489
Designated Funds			-	-
Total Charity Funds			<u>632,481</u>	<u>666,489</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 2022

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

17 April 2023

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Notes to the Accounts for the year ended 31 December 2022

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 2022

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 2022

4 Net deficit before tax in the financial year

	2022	2021
	£	£
The net deficit before tax in the financial year is stated after charging:-		
Depreciation of owned fixed assets	69,751	66,135
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

	2022	2021
Average numbers of employees including directors employed during the year:		
Museum	7	7
Café	5	5
Trustees	9	9
Staff costs	2022	2021
	£	£
Salaries and wages:		
Museum	96,361	89,592
Café	60,085	53,279
Social security and pension costs	<u>6,168</u>	<u>5,073</u>
	<u>162,614</u>	<u>147,944</u>

No employees had emoluments in excess of £60,000 (2020: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 (2021:£0).

8 Heritage assets included in the accounts

	At Cost	At valuation	Total of valuation and cost	Total of valuation and cost
	2022	2022	2022	2022
	£	£	£	£
Cost				
At 1 January 2022	61,178	-	61,178	61,178
Additions	-	-	-	-
At 31 December 2022	<u>61,178</u>	<u>-</u>	<u>61,178</u>	<u>61,178</u>
Depreciation				
At 1 January 2022	33,918	-	33,918	33,918
Charge for the year	3,059	-	3,059	3,059
At 31 December 2022	<u>36,977</u>	<u>-</u>	<u>36,977</u>	<u>36,977</u>
Net book value at 31 December 2022	<u>24,201</u>	<u>-</u>	<u>24,201</u>	<u>24,201</u>

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Notes to the Accounts for the year ended 31 December 2022

9 Tangible fixed assets	Land and Buildings £	Plant and Machinery £	Total £
Cost			
At 1 January 2022	1,243,332	44,213	1,287,545
Additions	71,663	1,086	72,749
Disposals		(2,010)	(2,010)
At 31 December 2022	1,314,995	43,289	1,358,284
Depreciation			
At 1 January 2022	787,706	23,407	811,113
Charge for the year	63,327	6,424	69,751
Disposals		(2,010)	(2,010)
At 31 December 2022	851,033	27,821	878,854
Net book value			
At 31 December 2022	463,962	15,468	479,430
At 31 December 2021	455,626	20,806	476,432
10 Stocks & work in progress		2022	2021
		£	£
Stocks before write downs		15,922	14,388
		<u>15,922</u>	<u>14,388</u>
11 Debtors		2022	2021
		£	£
Trade debtors		-	-
Prepayments and accrued income		9,215	10,261
Other debtors		27,402	19,551
		<u>36,617</u>	<u>29,812</u>
12 Investments held as current assets at market value at 31 December 2022		2022	2021
		£	£
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 2022

13 Creditors: amounts falling due within one year	2022	2021
	£	£
Trade creditors	6,523	923
Accruals	11,598	11,587
	<u>18,121</u>	<u>12,510</u>

14 Creditors: amounts falling due after more than one year	2022	2021
	£	£
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	2022	2021
	£	£
At 1 January 2022	666,489	708,034
Surplus/(Deficit) after tax for the year	(34,008)	(41,545)
At 31 December 2022	<u>632,481</u>	<u>666,489</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 £6,980 (2021: £6,756).

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 2022 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 2022 £	Current year Restricted Funds 2022 £	Current year Total Funds 2022 £	Prior Year Total Funds 2021 £
Donations and gifts from individuals				
Small donations individually less than £1,000	11,856	-	11,856	11,488
Legacies	-	-	-	-
Total donations and gifts from individuals	11,856	-	11,856	11,488
Grants received	16,465	-	16,465	67,814
Membership subscriptions as donations	9,593	-	9,593	9,695
Gift aid and covenanted profits	32,443	-	32,443	20,246
Total Donations and Legacies	A1 70,357	-	70,357	109,243
21 Income from charitable activities- Trading Activities				
	Current year Unrestricted Funds 2022 £	Current year Restricted Funds 2022 £	Current year Total Funds 2022 £	Prior Year Total Funds 2021 £
Primary purpose and ancillary trading				
Admission fees-Exhibitions and galleries	208,878	-	208,878	135,628
Aircraft entry fees	8,943	-	8,943	1,397
Total primary purpose and ancillary trading	A2 217,821	-	217,821	137,025
22 Total income from charitable activities				
	Current year Unrestricted Funds 2022 £	Current year Restricted Funds 2022 £	Current year Total Funds 2022 £	Prior Year Total Funds 2021 £
Total income from charitable trading	288,178	-	288,178	246,268
Total from charitable activities	288,178	-	288,178	246,268

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Detailed analysis of income and expenditure for the year ended 31 December 2022 as required by the SORP 2019

23 Income from other, non charitable, trading activities

	Current year Unrestricted Funds 2022 £	Current year Restricted Funds 2022 £	Current year Total Funds 2022 £	Prior Year Total Funds 2021 £
Café Income	98,799	-	98,799	67,089
Guide Books and RAF Winthorpe Books	1,356	-	1,356	1,102
Sale of donated Puma fuselage	4,000	-	4,000	-
Cross charges Newark Air Museum Trading Co	4,693	-	4,693	3,341
Total from other activities	A3	-	108,848	71,532

24 Investment Income

	Current year Unrestricted Funds 2022 £	Current year Restricted Funds 2022 £	Current year Total Funds 2022 £	Prior Year Total Funds 2021 £
Bank Interest receivable	161	-	161	10
Total Investment income	A4	-	161	10

25 Expenditure on charitable activities - Direct spending

	Current year Unrestricted Funds 2022 £	Current year Restricted Funds 2022 £	Current year Total Funds 2022 £	Prior Year Total Funds 2021 £
Premises costs	118,538	-	118,538	80,121
Educational visit charges and exhibits	2,753	-	2,753	2,201
Administrative	24,994	-	24,994	26,779
Incidental including cost of dispersals	3,241	-	3,241	3,002
Wages including employers NI and pension	100,715	-	100,715	93,241
Total direct spending	B2a	-	250,241	205,344

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Detailed analysis of income and expenditure for the year ended 31 December 2022 as required by the SORP 2019

26 Support costs for charitable activities

	Current year Unrestricted Funds 2022 £	Current year Restricted Funds 2022 £	Current year Total Funds 2022 £	Prior Year Total Funds 2021 £
Depreciation & Amortisation	72,810	-	72,810	69,194
Support costs before reallocation	<u>72,810</u>	<u>-</u>	<u>72,810</u>	<u>69,194</u>
Total support costs	<u>72,810</u>	<u>-</u>	<u>72,810</u>	<u>69,194</u>

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

27 Other expenditure- Governance cost

	Current year Unrestricted Funds 2022 £	Current year Restricted Funds 2022 £	Current year Total Funds 2022 £	Prior Year Total Funds 2021 £
Independent Examiner's fees	2,520	-	2,520	2,280
Total Governance costs	<u>2,520</u>	<u>-</u>	<u>2,520</u>	<u>2,280</u>

28 Total Charitable expenditure

	Current year Unrestricted Funds 2022 £	Current year Restricted Funds 2022 £	Current year Total Funds 2022 £	Prior Year Total Funds 2021 £
Total direct spending	B2a 250,241	-	-	205,344
Total support costs	B2d 72,810	-	-	69,194
Total Governance costs	B2e 2,520	-	-	2,280
Total charitable expenditure	B2 <u>325,571</u>	<u>-</u>	<u>-</u>	<u>276,818</u>

29 Expenditure on raising funds and costs of investment management

	Current year Unrestricted Funds 2022 £	Current year Restricted Funds 2022 £	Current year Total Funds 2022 £	Prior Year Total Funds 2021 £
Fundraising publicity & marketing	5,328	-	5,328	3,394
Café costs including wages	99,094	-	99,094	78,034
Guide books and RAF history books	1,202	-	1,202	1,109
Total fundraising costs	B1 <u>105,624</u>	<u>-</u>	<u>105,624</u>	<u>82,537</u>

Company Registration Number: 00930888

The Charity Registration Number is: 256434

Newark (Nottinghamshire & Lincolnshire)

Air Museum Limited

Report and Accounts

31 December 2022

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Report and accounts for the year ended 31 December 2022

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Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Report of the Independent Examiner to the Trustees of the charitable company on the accounts for the year ended 31 December 2022

I report on the financial statements of the charitable company on pages 3 to 16 for the year ended 31 December 2022 which have been prepared in accordance with the Charities Act 2011 (the Act) and with the Financial Reporting Standard 102, (effective 1st January 2016) as modified by 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 in October 2018) published by the Charity Commission in England & Wales (CCEW), effective January 2019 (The SORP), under the historical cost convention and the accounting policies set out on page 9.

Respective responsibilities of the Trustees and the Independent Examiner

As described on page 2, the charitable company's Trustees who are also the Directors of the Company for the purposes of Company law, are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice, applicable to smaller entities, and for being satisfied that the financial statements give a true and fair view.

The Trustees consider that the audit requirement of Section 144(1) of the Charities Act 2011 (the Act) does not apply, and that there is no requirement in the memorandum and articles of the charity for the conducting of an audit, and that the accounts do not require an audit in accordance with Part 16 of the Companies Act 2006 and that no member or members have requested an audit pursuant to Section 476 of the Companies Act 2006. As a consequence, the Trustees have elected that the financial statements be subject to independent examination.

Having satisfied myself that the charity is not subject to audit under any legal provision, or otherwise, and is eligible for independent examination, it is my responsibility to:-

- a) examine the accounts under Section 145 of the Act;
- b) follow the procedures in the General Directions given by the Charity Commission under Section 145(5)(b) of the Act and;
- c) state whether particular matters have come to my attention

Basis of Independent Examiner's Statement and scope of work undertaken

I conducted my examination in accordance with the General Directions given by the Charity Commission under Section 145(5)(b) of the Act, setting out the duties of an Independent Examiner in relation to the conducting of an Independent Examination. An Independent Examination includes a review of the accounting records kept by the charitable company and of the accounting systems employed by the charitable company and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you, as Trustees, concerning such matters. The purpose of the examination is to establish as far as possible that there have been no breaches of charity legislation and that the financial statements comply with the SORP, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements.

The procedures undertaken do not provide all the evidence that would be required in an audit, and information supplied by the Trustees in the course of the examination is not subjected to audit tests or enquiries, and consequently I do not express an audit opinion on the view given by the financial statements, and in particular, I express no opinion as to whether the financial statements give a true and fair view of the affairs of the charity, and my report is limited to the matters set out in the statement below.

I planned and performed my examination so as to satisfy myself that the objectives of the Independent Examination are achieved and before finalising the report I obtained written assurances from the Trustees of all material matters.

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 2022 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

17 April 2023

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited - Statement of Financial Activities for the year ended 31 December 2022

Statement of Financial Activities (including the Income and Expenditure Account for the year ended 31 December 2022, as required by the Companies Act 2006)

	SORP Ref	Current year Unrestricted Funds 2022 £	Current year Restricted Funds 2022 £	Current year Total Funds 2022 £	Prior year Total Funds 2021 £
Income & Endowments from:					
Donation, Legacies and Grants	A1	70,357	-	70,357	109,243
Charitable activities	A2	217,821	-	217,821	137,025
Other trading activities	A3	108,848	-	108,848	71,532
Investments	A4	161	-	161	10
Total income	A	<u>397,187</u>	<u>-</u>	<u>397,187</u>	<u>317,810</u>
Expenditure on:					
Raising funds	B1	105,624	-	105,624	82,867
Charitable activities	B2	325,571	-	325,571	276,488
Total expenditure	B	<u>431,195</u>	<u>-</u>	<u>431,195</u>	<u>359,355</u>
Net expenditure for the year		<u>(34,008)</u>	<u>-</u>	<u>(34,008)</u>	<u>(41,545)</u>
Net expenditure after transfers	A-B	<u>(34,008)</u>	<u>-</u>	<u>(34,008)</u>	<u>(41,545)</u>
Net movement in funds		<u>(34,008)</u>	<u>-</u>	<u>(34,008)</u>	<u>(41,545)</u>
Reconciliation of funds:-	E				
Total funds brought forward		666,489	-	666,489	708,034
Total funds carried forward		<u>632,481</u>	<u>-</u>	<u>632,481</u>	<u>666,489</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 2022

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited - Resources applied in the year ended 31 December 2022 towards fixed assets for Charity use:-

	2022	2021
	£	£
Funds generated in the year as detailed in the SOFA		
Resources applied on functional fixed assets	(72,749)	(2,480)
Resources applied on Heritage assets	-	-
Net resources used to fund charitable activities	<u>(72,749)</u>	<u>(2,480)</u>

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited - Statement of Financial Activities for the year ended 31 December 2022

Movements in revenue and capital funds for the year ended 31 December 2022

Revenue accumulated funds

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Prior year Total Funds 2021 £
Accumulated funds brought forward	666,489	-	666,489	708,034
Recognised gains and losses before transfers	(34,008)	-	(34,008)	(41,545)
	<u>632,481</u>	<u>-</u>	<u>632,481</u>	<u>666,489</u>
Closing revenue funds	<u>632,481</u>	<u>-</u>	<u>632,481</u>	<u>666,489</u>

Revaluation Reserve Fund

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Unrestricted Funds 2021 £
At 1st January 2022	-	-	-	-
At 31 December 2022	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Summary of Funds

	Unrestricted and Designated funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Unrestricted and Designated funds 2021 £
Revenue accumulated funds	<u>632,481</u>	<u>-</u>	<u>632,481</u>	<u>666,489</u>

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited - Statement of Financial Activities for the year ended 31 December 2022

**Newark (Nottinghamshire & Lincolnshire) Air Museum Limited
Income and Expenditure Account for the year ended 31 December 2022 as required by the Companies Act 2006**

	2022 £	2021 £
Income		
Income from operations	397,026	317,800
Investment income		
Interest receivable	161	10
	<u>397,187</u>	<u>317,810</u>
Gross income in the year before exceptional items		
	<u>397,187</u>	<u>317,810</u>
Gross income in the year including exceptional items		
Expenditure		
Charitable expenditure, excluding depreciation and amortisation	255,569	208,738
Depreciation and amortisation	72,810	69,194
Fundraising costs	100,296	79,143
Governance cost	2,520	2,280
	<u>431,195</u>	<u>359,355</u>
Total expenditure in the year		
Net loss before tax in the financial year	(34,008)	(41,545)
Tax on deficit on ordinary activities	-	-
	<u>(34,008)</u>	<u>(41,545)</u>
Net loss after tax in the financial year		
	<u>(34,008)</u>	<u>(41,545)</u>
Retained deficit for the financial year		

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 2022

	Note	Sorp Ref	2022 £	2021 £
Fixed assets		A		
Tangible assets	9	A2	479,430	476,432
Heritage assets	8	A3	24,201	27,260
Total fixed assets			<u>503,631</u>	<u>503,692</u>
Current assets		B		
Stocks		B1	15,922	14,387
Debtors	11	B2	36,617	29,812
Investments held as current assets	12	B3	-	-
Cash at bank and in hand		B4	95,716	132,391
Total current assets			<u>148,255</u>	<u>176,590</u>
Creditors: amounts falling due within one year	13	C1	<u>(18,121)</u>	<u>(12,509)</u>
Net current assets			<u>130,134</u>	<u>164,081</u>
Total assets less current liabilities			<u>633,765</u>	<u>667,773</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>632,481</u>	<u>666,489</u>
The total net assets of the charity are funded by the funds of the charity, as follows:-				
Restricted Funds			-	-
Unrestricted Revenue Funds		D3	632,481	666,489
Designated Funds			-	-
Total Charity Funds			<u>632,481</u>	<u>666,489</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 2022

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

17 April 2023

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Notes to the Accounts for the year ended 31 December 2022

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 2022

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 2022

4 Net deficit before tax in the financial year

	2022	2021
	£	£
The net deficit before tax in the financial year is stated after charging:-		
Depreciation of owned fixed assets	69,751	66,135
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

	2022	2021
Average numbers of employees including directors employed during the year:		
Museum	7	7
Café	5	5
Trustees	9	9
Staff costs	2022	2021
	£	£
Salaries and wages:		
Museum	96,361	89,592
Café	60,085	53,279
Social security and pension costs	<u>6,168</u>	<u>5,073</u>
	<u>162,614</u>	<u>147,944</u>

No employees had emoluments in excess of £60,000 (2020: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 (2021:£0).

8 Heritage assets included in the accounts

	At Cost	At valuation	Total of valuation and cost	Total of valuation and cost
	2022	2022	2022	2022
	£	£	£	£
Cost				
At 1 January 2022	61,178	-	61,178	61,178
Additions	-	-	-	-
At 31 December 2022	<u>61,178</u>	<u>-</u>	<u>61,178</u>	<u>61,178</u>
Depreciation				
At 1 January 2022	33,918	-	33,918	33,918
Charge for the year	3,059	-	3,059	3,059
At 31 December 2022	<u>36,977</u>	<u>-</u>	<u>36,977</u>	<u>36,977</u>
Net book value at 31 December 2022	<u>24,201</u>	<u>-</u>	<u>24,201</u>	<u>24,201</u>

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Notes to the Accounts for the year ended 31 December 2022

9 Tangible fixed assets	Land and Buildings £	Plant and Machinery £	Total £
Cost			
At 1 January 2022	1,243,332	44,213	1,287,545
Additions	71,663	1,086	72,749
Disposals		(2,010)	(2,010)
At 31 December 2022	1,314,995	43,289	1,358,284
Depreciation			
At 1 January 2022	787,706	23,407	811,113
Charge for the year	63,327	6,424	69,751
Disposals		(2,010)	(2,010)
At 31 December 2022	851,033	27,821	878,854
Net book value			
At 31 December 2022	463,962	15,468	479,430
At 31 December 2021	455,626	20,806	476,432
10 Stocks & work in progress		2022	2021
		£	£
Stocks before write downs		15,922	14,388
		<u>15,922</u>	<u>14,388</u>
11 Debtors		2022	2021
		£	£
Trade debtors		-	-
Prepayments and accrued income		9,215	10,261
Other debtors		27,402	19,551
		<u>36,617</u>	<u>29,812</u>
12 Investments held as current assets at market value at 31 December 2022		2022	2021
		£	£
Cash on deposit - more than 3 months notice		-	-

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Notes to the Accounts for the year ended 31 December 2022

13 Creditors: amounts falling due within one year	2022	2021
	£	£
Trade creditors	6,523	923
Accruals	11,598	11,587
	<u>18,121</u>	<u>12,510</u>

14 Creditors: amounts falling due after more than one year	2022	2021
	£	£
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	2022	2021
	£	£
At 1 January 2022	666,489	708,034
Surplus/(Deficit) after tax for the year	(34,008)	(41,545)
At 31 December 2022	<u>632,481</u>	<u>666,489</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 £6,980 (2021: £6,756).

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 2022 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 2022 £	Current year Restricted Funds 2022 £	Current year Total Funds 2022 £	Prior Year Total Funds 2021 £
Donations and gifts from individuals				
Small donations individually less than £1,000	11,856	-	11,856	11,488
Legacies	-	-	-	-
Total donations and gifts from individuals	11,856	-	11,856	11,488
Grants received	16,465	-	16,465	67,814
Membership subscriptions as donations	9,593	-	9,593	9,695
Gift aid and covenanted profits	32,443	-	32,443	20,246
Total Donations and Legacies	A1 70,357	-	70,357	109,243
21 Income from charitable activities- Trading Activities				
	Current year Unrestricted Funds 2022 £	Current year Restricted Funds 2022 £	Current year Total Funds 2022 £	Prior Year Total Funds 2021 £
Primary purpose and ancillary trading				
Admission fees-Exhibitions and galleries	208,878	-	208,878	135,628
Aircraft entry fees	8,943	-	8,943	1,397
Total primary purpose and ancillary trading	A2 217,821	-	217,821	137,025
22 Total income from charitable activities				
	Current year Unrestricted Funds 2022 £	Current year Restricted Funds 2022 £	Current year Total Funds 2022 £	Prior Year Total Funds 2021 £
Total income from charitable trading	288,178	-	288,178	246,268
Total from charitable activities	288,178	-	288,178	246,268

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Detailed analysis of income and expenditure for the year ended 31 December 2022 as required by the SORP 2019

23 Income from other, non charitable, trading activities

	Current year Unrestricted Funds 2022 £	Current year Restricted Funds 2022 £	Current year Total Funds 2022 £	Prior Year Total Funds 2021 £
Café Income	98,799	-	98,799	67,089
Guide Books and RAF Winthorpe Books	1,356	-	1,356	1,102
Sale of donated Puma fuselage	4,000	-	4,000	-
Cross charges Newark Air Museum Trading Co	4,693	-	4,693	3,341
Total from other activities	A3	-	108,848	71,532

24 Investment Income

	Current year Unrestricted Funds 2022 £	Current year Restricted Funds 2022 £	Current year Total Funds 2022 £	Prior Year Total Funds 2021 £
Bank Interest receivable	161	-	161	10
Total Investment income	A4	-	161	10

25 Expenditure on charitable activities - Direct spending

	Current year Unrestricted Funds 2022 £	Current year Restricted Funds 2022 £	Current year Total Funds 2022 £	Prior Year Total Funds 2021 £
Premises costs	118,538	-	118,538	80,121
Educational visit charges and exhibits	2,753	-	2,753	2,201
Administrative	24,994	-	24,994	26,779
Incidental including cost of dispersals	3,241	-	3,241	3,002
Wages including employers NI and pension	100,715	-	100,715	93,241
Total direct spending	B2a	-	250,241	205,344

Newark (Nottinghamshire & Lincolnshire) Air Museum Limited

Detailed analysis of income and expenditure for the year ended 31 December 2022 as required by the SORP 2019

26 Support costs for charitable activities

	Current year Unrestricted Funds 2022 £	Current year Restricted Funds 2022 £	Current year Total Funds 2022 £	Prior Year Total Funds 2021 £
Depreciation & Amortisation	72,810	-	72,810	69,194
Support costs before reallocation	<u>72,810</u>	<u>-</u>	<u>72,810</u>	<u>69,194</u>
Total support costs	<u>72,810</u>	<u>-</u>	<u>72,810</u>	<u>69,194</u>

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

27 Other expenditure- Governance cost

	Current year Unrestricted Funds 2022 £	Current year Restricted Funds 2022 £	Current year Total Funds 2022 £	Prior Year Total Funds 2021 £
Independent Examiner's fees	2,520	-	2,520	2,280
Total Governance costs	<u>2,520</u>	<u>-</u>	<u>2,520</u>	<u>2,280</u>

28 Total Charitable expenditure

	Current year Unrestricted Funds 2022 £	Current year Restricted Funds 2022 £	Current year Total Funds 2022 £	Prior Year Total Funds 2021 £
Total direct spending	B2a 250,241	-	-	205,344
Total support costs	B2d 72,810	-	-	69,194
Total Governance costs	B2e 2,520	-	-	2,280
Total charitable expenditure	B2 <u>325,571</u>	<u>-</u>	<u>-</u>	<u>276,818</u>

29 Expenditure on raising funds and costs of investment management

	Current year Unrestricted Funds 2022 £	Current year Restricted Funds 2022 £	Current year Total Funds 2022 £	Prior Year Total Funds 2021 £
Fundraising publicity & marketing	5,328	-	5,328	3,394
Café costs including wages	99,094	-	99,094	78,034
Guide books and RAF history books	1,202	-	1,202	1,109
Total fundraising costs	B1 <u>105,624</u>	<u>-</u>	<u>105,624</u>	<u>82,537</u>