

The Transport Trust

Annual Report and Financial Statements Year Ended 31 October 2021

Company registration number: 1509733

Charity registration number: 280943



Trading as the National Transport Trust

Supporting the preservation of our Transport Heritage.

Comprehensive information on the Trust, its initiatives to preserve our Transport Heritage, and to join or donate, can be found on our web site

www.nationaltransporttrust.org.uk.

The Transport Trust – Trading as the National Transport Trust

Patron: HRH Anne, Princess Royal

President: Judy, Lady McAlpine

Deputy President: David Morgan MBE TD

Vice Presidents: Sir Gerald Acher CBE
Air Chief Marshal Sir John Allison, KCB, CBE, ADC, FRAeS
Richard Muir Beddall
John Cameron
Denis Dunstone
Lord Glendonbrook CBE
Tony Hales CBE
Bryan Heatley TD
The Rt. Hon. Lord Hesketh KBE, PC
Sir Torquil Norman CBE
Stephen Middleton
Ralph. Lord Montagu
The Lord O'Neill TD
Air Chief Marshal Sir John Rogers, KCB, CBE, FRAeS
Phil Samson
S Martin Summers
Dr Pete Waterman OBE
Allan Winn
John Yellowlees

The Transport Trust – Trading as the National Transport Trust

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The Transport Trust – Trading as the National Transport Trust

Reference and Administrative Details

Trustees

Stuart Wilkinson, **Chairman**

John Broad

Paul Brook

Leon Daniels (Seconded September 2021 and Ratified at the AGM November 2021)

Keith Gibbins

Christopher Heaps

Anne Hughes (Seconded September 2021 and Ratified at the AGM November 2021)

Michael Lunch

Stephen Middleton (resigned June 2021)

Robert Owen

Tracey Parkinson (resigned June 2021)

Robert Pleming FRAeS (Sadly died February 2021)

Robert Shortland-Ball

Peter Stone TD

Jerry Swift

Peter Waller

Roy Watts MBE

Senior Management Team

Jon Jolliffe, Office Manager

David Morgan MBE TD, Secretary

Richard Norton, Treasurer

Principal Office

First Floor
Old Bank House
26 Station Approach
Hinchley Wood
Surrey, KT10 0SR

The charity is incorporated in England.

The Transport Trust – Trading as the National Transport Trust

Reference and Administrative Details

Company Registration Number

1509733

Charity Registration Number

280943

Bankers

CAF Bank Ltd
25 King Hill Avenue
West Malling
Kent
ME19 4JQ

Lloyds TSB
P.O.Box 100
Andover
BX1 1LT

CCLA Investment Management Ltd
COIF Charity Funds
80 Cheapside
London
EC2V 6DZ

Independent Examiner

Francis Clark LLP
North Quay House
Sutton Harbour
Plymouth
Devon
PL4 0RA

The Transport Trust – Trading as the National Transport Trust

Trustees' Report

The Trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 31 October 2021.

Objectives and activities

Objects and aims

The Trust is the United Kingdom's only national charity whose aim is to promote and support the conservation of Britain's air, water, rail and road transport heritage.

The aim of the National Transport Trust is to promote and encourage awareness, preservation and the use of Britain's transport heritage in all of its forms. In the furtherance of these aims, the Trust sets out to promote and facilitate co-ordination of the transport preservation movement. The Trust also lobbies on behalf of transport heritage related matters.

The Trust makes financial grants and loans to those undertaking transport heritage restoration projects and recognises personal effort and achievement through its annual awards.

In addition the Trust marks sites of transport significance by means of a plaque (Red Wheel) scheme which is backed by an online database.

Britain's place in the history and development of transport is second to none; the Trust's aim is to ensure that future generations have the opportunity to study and enjoy our achievements in water, road, rail and air transport, by preventing the loss of irreplaceable relics and material and providing accommodation and maintenance facilities for those that are saved.

The Trust offers practical advice and financial assistance and seeks to increase public awareness of the achievements and needs of the transport heritage sector. The Heritage Lottery Fund and others have in the past made use of the Trust's unique knowledge of all aspects of transport preservation.

Public benefit

The trustees have reviewed the objects, goals, and services of the charity in the light of this requirement and can confirm that The Transport Trust serves the public benefit. This Trustees' Annual Report continues to evidence how the charity strives to meet needs.

The trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Review of the year

The Trust has incurred net expenditure of £27,468 on unrestricted funds (2020: £5,284) and net income of £4,390 on restricted funds for the year (2020: net expenditure £6,500). The balance held in unrestricted funds as at 31 October 2021 was £230,594 (2020: £258,062) of which £4,220 (2020: £4,220) is represented by fixed assets and is not therefore readily available. The balance held on restricted funds at the year-end was £11,140 (2020: £6,750).

One of the Trust's main projects - The "Red Wheel" Transport Heritage plaques scheme, continues to increase its coverage and with the release of Covid-19 restrictions, we are catching up on our unveilings.

This project raises both the profile of the National Transport Trust within the transport preservation world, but also exposes the history of the sites themselves.

The trustees meet four times a year, nominally in the London Area. This year online meetings via zoom have continued for some of these meetings.

The Transport Trust – Trading as the National Transport Trust

Trustees' Report continued

Covid-19 and its impacts continue to have an impact and the Transport Heritage sector has been hit financially. The Trust has throughout this year, been keeping in touch with our Affiliate members and representing their interest through to Government via the Heritage Alliance. We have tried to ensure the voice of mobile heritage has been heard and we were pleased to see the level of support given to our sector.

For the Trust, Covid-19 impacts again caused the cancellation of our AGM weekend. We were though able to hold our 2020 and 2021 awards ceremony at Fawley Hill in October 2021.

Our “Trading as” name

We continue to move toward our aim of transitioning to a legal entity called National Transport Trust (a CIO Association model). The first stage was to adopt a “trading as” name of National Transport Trust. We are now progressing the second stage, the conversion of the current charity into a CIO called National Transport Trust.

Annual Awards

A major part of the Trust's work is to support restorers and to recognise their worth; each year we make personal recognition awards and restoration awards. The restoration awards are linked to a donation to these projects to assist them to completion. £13,500 was donated for the 2021 Restoration awards.

From 2012 to 2021 the Trust has expensed approximately £178,000 from reserves on the awards programme and of this approximately £135,000 has been actual donations to the many restoration projects supported, £9,200 was donated via special awards and £5,000 donated to young preservationists of the year.

The joint 2020 and 2021 awards ceremony was hosted by our President, Lady Judy, at Fawley Hill. Our patron, HRH Princess Anne, was able to attend and to present the Awards to many of our award winners.

The Preservationist of the Year award – the Trust's highest honour – this year went to Kart Carter for his lead in the field of heritage engineering, training and skills. Two Lifetime Achievement Awards were announced, the first to Chris Cooper, for his contribution to the Bluebell railway since 1959, and in particular to its carriage cleaning. The second Award was made to Andrew Semple for his 50-year involvement in the Steam preservation movement, latterly via NTET.

Our Young Preservationist of the Year award went to Jacob "Jake" Bullock for his work in restoring a WW2 Jeep.

More information on award winners can be found on our web site www.nationaltransporttrust.org.uk.

The Transport Trust – Trading as the National Transport Trust

Trustees' Report continued

Visits/events programme

The visits programme, comprising around a dozen visits each year, allows Trust members to visit many locations mainly in the South and the Midlands.

In late 2021 our visits recommenced, and we had trips to the Chinnor and Princess Risborough Railway as well as the Bluebell Railway. We visited the east Anglia Transport Museum and Whitewebbs museum of Transport.

Many thanks must go to our visit organisers – Alan Wallwork, Richard Peregrine, Mike Trapp and Jon Jolliffe for their efforts in trying to keep visits going.

Annual General Meeting and weekend of visits

The AGM venue this year was to be centred in Southend but again Covid-19 caused the AGM weekend to be cancelled as we could not secure the size of booking we require. A virtual AGM was eventually held via Zoom in early November 2021.

Finances, Funding and Support

The Trust's underlying position remains capital-rich but regular income-poor. Regular income is from membership subscriptions and individual generous one-off donations. Most operating costs are covered by this regular income, but our Restoration Awards and Red Wheel programmes are funded from our reserves. Legacies, therefore, remain an important source of funding for the Trust. We take the opportunity on a regular basis to remind members of the opportunity to support the awards and Red Wheel programmes via legacies.

The Trust continues to seek good low-risk returns on its long-term funds. We do make loans to affiliate members for qualifying projects at interest rates beneficial to both parties.

The Trust has two affiliate loans in place at the end of the financial year. The first supports the Locomotive Conservation and Learning Trust, which trains young persons in the skills needed to restore and conserve railway artefacts. Training the next generation of restorers is a key part in ensuring the future viability of the Heritage Railway movement. LCLT also provides technical support to locomotive owners and groups. The second loan is to the Gwili Vintage Carriage Group which has enabled them to complete the purchase of a Ransom Crane from the National Railway museum.

The tangible assets of the Trust, shown in the accounts at £4,220 is the silver model of SS Great Britain awarded to the Preservationist of the Year annually. The Trust also owns the 1830 built Locomotive Invicta. This asset was purchased in 1977 for the sum of £1, to afford it future protection. The locomotive has been on show for some years at Canterbury Heritage Museum in Kent and has now been successfully moved to the Whitstable Museum.

The administrative work of the Trust makes maximum use of electronic communications and cloud-based systems to reduce postage and other costs to a minimum. Our move to online systems has worked well for us during the lockdowns. The Trust's activities are undertaken entirely by volunteers without whom the Trust would not be able to carry out its work. Trustees wish to express their gratitude to this small loyal group.

The Transport Trust – Trading as the National Transport Trust

Trustees' Report continued

Heritage Alliance

The Trust is a member of The Heritage Alliance, the biggest alliance of heritage interests in the UK. The Alliance acts as an authoritative, respected, and influential advocate for the non-government heritage sector; it plays a pivotal role in the heritage sector and beyond; and connects heritage with the big issues in 21st century society. The Trust has a key input into the Mobile Heritage Advocacy Group via Trust Chairman Stuart Wilkinson who chairs this group.

The Trust is also a member of the Heritage Fuels Alliance which was formed to lobby on behalf of the mobile heritage sector in the context of the UK Government's plans to ban the burning of coal in non-industrial applications and was successful in securing an exemption for mobile heritage.

Membership

Membership of the Trust has reduced slightly during the year - the average age of core Trust members is quite high, but recruitment activity and the ability to join online via the Trust's new website should deliver benefits in the longer term.

The Trust's membership recruitment leaflet is circulated widely. We had at end October 2021, 419 (2020 - 437) members of which 121 (2020: 128) are life/honorary members, 76 (2020: 79) affiliate organisation members from within all spheres of the transport preservation arena and 223 (2020: 230) individual members.

Transport Heritage Database and Red Wheels

The Trust maintains a comprehensive searchable online database of transport heritage sites on a national basis. This database is fully accessible from our Transport Trust web site at www.nationaltransporttrust.org.uk. Sites which are of profound Transport Heritage importance, either nationally or internationally, are progressively being marked with a Transport Trust Heritage plaque (Red Wheel).

The Plaques show a web site link which takes members of the public to the Red Wheel section of our web site where further information on the site can be found.

The web site link being: <https://www.nationaltransporttrust.org.uk/red-wheels/red-wheel-sites>, or the previous but still active link of www.transportheritage.com

This initiative started in 2009 and since then we have had 151 plaques manufactured, most of which have been installed. Over this period a total of approximately £61,000 has been expended by the Trust on this project and many thanks must go to Peter Stone for driving this project and to those who have assisted him.

In 2020/21 18 new plaques were delivered to sites and we have been catching up on our installations and unveilings, following the delays caused by the impacts of Covid-19.

We have also in the year installed 5 QR code plaques at current Red Wheels sites, with 4 more in progress. We are then going to monitor the usage of the QR codes and if the feedback is positive we will roll out more.

Transport Digest and Website

The Trust's quarterly *Transport Digest* has content and quality of a very high standard for a special-interest magazine. We constantly seek ways to increase the distribution of the magazine, not only to meet our educational objectives, but also because the magazine acts as an excellent ambassador for the Trust. Members of the Trust can access, and download, all past copies of these digests via our web site and also its predecessor publications. A search function also exists to aid research.

The Transport Trust – Trading as the National Transport Trust

Trustees' Report continued

The Trust's comprehensive website www.nationaltransporttrust.org.uk, which went live at the beginning of 2017, continues to be enhanced. The site works seamlessly with Smartphones, Tablets and PCs. The website includes the Red Wheel and Transport Heritage databases and also supports our membership records. The web site has a specific member's area, where past copies of Digest Magazine can be searched and downloaded, as well as membership records updated and for affiliate members, we have just introduced micro web sites so they can increase their own web presence.

The Communication Sub-Committee has the responsibility for guiding the Digest and Website.

Reserves Policy

The Trust aims to maintain a minimum reserve of the equivalent of two years' operating costs. The rationale is that a period of two years would be enough time for trustees to decide how to deal with a life-threatening problem and to implement the identified actions. At the 31 October 2021 £230,594 was held in unrestricted funds (Free reserves) which are sufficient for our needs.

Going concern

The normal activities of the Trust have been disrupted by the impacts of Covid-19. Some of our spending from 2020 was pushed into 2021 but thankfully Covid had only a small impact on our individual membership. We have further enhanced our representation of the moving heritage sector, to ensure it is supported financially during the lockdown period until recovery is possible. Our affiliate members continue to support our work even though many have experienced financial shortfalls.

The level of free reserves are wholly sufficient to cover the foreseeable future and the trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Therefore the accounts have been prepared on the going concern basis.

Structure, Governance and Management

Nature of governing document

The charity is limited by guarantee, having no share capital. It is a registered charity.

The charity was incorporated on 29 July 1980 and is bound by its Memorandum and Articles of Association.

Recruitment and appointment of trustees

The Board aims to have trustees representing all forms of transport including railway, aviation, road vehicles (car, motorcycle and commercial), military, maritime, waterway and agricultural vehicles, keeping a balance of interest between them.

A candidate will be discussed by the existing trustees. On approval he or she will be approached and asked as to their willingness to serve. A positive response will then lead to nomination, secondment and appointing at the AGM, possibly following co-option if midway through the year.

Leon Daniels and Anne Hughes have joined us through this process during the year and their appointments were ratified at our Zoom November 2021 AGM.

Major risks and management of those risks

The trustees of The Transport Trust are fully aware of, and implement policies to cover, any risks appropriate to the charity.

The Transport Trust – Trading as the National Transport Trust

Trustees' Report continued

The annual report was approved by the trustees of the charity on 16/02/2022 and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'Stuart Wilkinson', written over a dotted line.

Stuart Wilkinson
Chairman and Trustee

The Transport Trust – Trading as the National Transport Trust

Statement of Trustees' Responsibilities

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

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

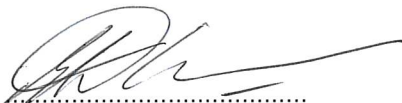
The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements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

In so far as the trustees are aware:

- there is no relevant accounts information of which the charitable company is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant accounts information and to establish that the accountant is aware of that information.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the trustees of the charity on 16/02/2022 and signed on its behalf by:



Stuart Wilkinson
Chairman and Trustee

The Transport Trust – Trading as the National Transport Trust

Independent Examiner's Report to the trustees of The Transport Trust

I report on the accounts of the company for the year ended 31 October 2021 which are set out on pages 14 to 25.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

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

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

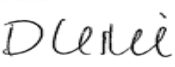
In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- the accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
- the accounts do not accord with those records; or
- the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or

(2) The accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102).

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

..  ..
Duncan Leslie FCA

North Quay House
Sutton Harbour
Plymouth
Devon
PL4 0RA

Date: 01/03/2022

The Transport Trust - Statement of Financial Activities

Year Ended 31 October 2021

(Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

| 2021 | Note | Unrestricted funds £ | Restricted funds £ | Total 2021 £ |
|------------------------------------|------|-------------------------|-----------------------|--------------------|
| Income and Endowments from: | | | | |
| Donations, Grants and Legacies | 3 | 5,264 | 12,707 | 17,971 |
| Charitable activities | 4 | 638 | - | 638 |
| Trade Subscriptions | 5 | 15,628 | - | 15,628 |
| Investment income | 6 | 518 | - | 518 |
| Total Income | | 22,048 | 12,707 | 34,755 |
| Expenditure on: | | | | |
| Charitable activities | 7 | (49,516) | (8,317) | (57,833) |
| Total Expenditure | | (49,516) | (8,317) | (57,833) |
| Net (expenditure) / income | | (27,468) | 4,390 | (23,078) |
| Net movement in funds | | (27,468) | 4,390 | (23,078) |
| Reconciliation of funds | | | | |
| Total funds brought forward | | 258,062 | 6,750 | 264,812 |
| Total funds carried forward | 18 | 230,594 | 11,140 | 241,734 |

| 2020 | Note | Unrestricted funds £ | Restricted funds £ | Total 2020 £ |
|------------------------------------|------|-------------------------|-----------------------|--------------------|
| Income and Endowments from: | | | | |
| Donations and legacies | 3 | 16,278 | 1,331 | 17,609 |
| Charitable activities | 4 | 62 | - | 62 |
| Trade Subscriptions | 5 | 16,092 | - | 16,092 |
| Investment income | 6 | 1,085 | - | 1,085 |
| Total Income | | 33,517 | 1,331 | 34,848 |
| Expenditure on: | | | | |
| Charitable activities | 7 | (38,801) | (7,831) | (46,632) |
| Total Expenditure | | (38,801) | (7,831) | (46,632) |
| Net (expenditure) | | (5,284) | (6,500) | (11,784) |
| Net movement in funds | | (5,284) | (6,500) | (11,784) |
| Reconciliation of funds | | | | |
| Total funds brought forward | | 263,346 | 13,250 | 276,596 |
| Total funds carried forward | 18 | 258,062 | 6,750 | 264,812 |

The Transport Trust – Trading as the National Transport Trust

Balance Sheet – 31st October 2021

| | Note | 2021 £ | 2020 £ |
|--|------|----------------|----------------|
| Fixed assets | | | |
| Heritage assets | 13 | 4,220 | 4,220 |
| Current assets | | | |
| Debtors | 14 | 17,962 | 4,170 |
| Cash at bank and in hand | | 228,181 | 264,139 |
| | | <u>246,143</u> | <u>268,309</u> |
| Creditors: Amounts falling due within one year | 15 | <u>(7,004)</u> | <u>(6,294)</u> |
| Net current assets | | <u>239,139</u> | <u>262,015</u> |
| Total assets less current liabilities | | 243,359 | 266,235 |
| Creditors: Amounts falling due after more than one year | 16 | <u>(1,625)</u> | <u>(1,423)</u> |
| Net assets | | <u>241,734</u> | <u>264,812</u> |
| Funds of the charity: | | | |
| Restricted funds | | 11,140 | 6,750 |
| Unrestricted funds | | <u>230,594</u> | <u>258,062</u> |
| Total funds | 18 | <u>241,734</u> | <u>264,812</u> |

For the financial year ending 31 October 2021 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

The financial statements on pages 14 to 24 were approved by the Trustees and authorised for issue on 16/02/2022 and signed on their behalf by:



Stuart Wilkinson
Chairman and Trustee

Company Registration Number: 1509733

The Transport Trust – Trading as the National Transport Trust

Notes to the Financial Statements

Year Ended 31 October 2021

1 Charity status

The charity is a company limited by guarantee and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

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

Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102)), and the Companies Act 2006.

Basis of preparation

The Transport Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The normal activities of the Trust have been disrupted by the impacts of Covid-19, with some of our 2020 spending being pushed into 2021 but thankfully only a small impact on our individual membership. We have further enhanced our representation of the moving heritage sector, to ensure it is supported financially during the lockdown period until recovery is possible. Our affiliate members continue to support our work even though many have experienced financial shortfalls.

The level of free reserves are wholly sufficient to cover the foreseeable future and the trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Therefore the accounts have been prepared on a going concern basis.

Income and endowments

All income is recognised once the charity has entitlement to the income, the income will be received, and the amount of the income receivable can be measured reliably.

The Transport Trust – Trading as the National Transport Trust

Notes to the Financial Statements

Year Ended 31 October 2021

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Legacy gifts are recognised on a case-by-case basis following the grant of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the charity.

Deferred income

Deferred income represents amounts received for future periods and is released to incoming resources in the period for which, it has been received. Such income is only deferred when:

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

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category.

Charitable activities

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

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and Trustees' meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within 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 to charitable purposes.

Tangible fixed assets

Fixed assets are included at cost. The Trust's policy is not to capitalise items under £250.

The Transport Trust – Trading as the National Transport Trust

Notes to the Financial Statements

Year Ended 31 October 2021

Heritage assets

For financial statement purposes, no value is attributed to relics and collections donated to the charity. Where these have been purchased by the charity they are initially recorded at cost.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

| Asset class | Depreciation method and rate |
|----------------------------------|------------------------------|
| Furniture and office equipment | 25% reducing balance |
| Library shelving | 10% reducing balance |
| Exhibition stand | 25% reducing balance |
| Trophies, relics and collections | Nil |

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

3 Income from donations, legacies and grants

| | Unrestricted General fund £ | Restricted funds £ | Total 2021 £ | Total 2020 £ |
|----------------------------|-----------------------------------|--------------------------|--------------------|--------------------|
| Donations and legacies; | | | | |
| Donations from individuals | 5,264 | 12,707 | 17,971 | 6,609 |
| Grants | - | - | - | 10,000 |
| Legacies | - | - | - | 1,000 |
| | 5,264 | 12,707 | 17,971 | 17,609 |

4 Income from charitable activities

| | Unrestricted General fund £ | Total 2021 £ | Total 2020 £ |
|--------------|-----------------------------------|--------------------|--------------------|
| Event income | 638 | 638 | 62 |

5 Income from Trade Subscriptions

| | Unrestricted General fund £ | Total 2021 £ | Total 2020 £ |
|--------------------------|-----------------------------------|--------------------|--------------------|
| Membership subscriptions | 15,628 | 15,628 | 16,092 |

The Transport Trust – Trading as the National Transport Trust

Notes to the Financial Statements

Year Ended 31 October 2021

6 Investment income

| | Unrestricted General fund £ | Total 2021 £ | Total 2020 £ |
|----------|-----------------------------------|--------------------|--------------------|
| Interest | 518 | 518 | 1,085 |

7 Expenditure on charitable activities

| | Unrestricted General fund £ | Restricted funds £ | Total 2021 £ | Total 2020 £ |
|---------------------------|-----------------------------------|--------------------------|--------------------|--------------------|
| Grants and awards | 13,584 | 510 | 14,094 | 17,767 |
| Cost of Digest | 10,910 | - | 10,910 | 10,800 |
| Web site project | 3,528 | - | 3,528 | (878) |
| Red Wheel Heritage Scheme | 7,873 | 1,807 | 9,680 | 4,232 |
| Event/Raffle costs | 623 | - | 623 | 285 |
| Spend on no 3 project | - | 6,000 | 6,000 | - |
| Support costs (Note 8) | 11,146 | - | 11,146 | 12,643 |
| Governance costs (Note 8) | 1,852 | - | 1,852 | 1,783 |
| | 49,516 | 8,317 | 57,833 | 46,632 |

£49,516 (2020 - £38,801) of the above expenditure was attributable to unrestricted funds and £8,317 (2020 - £7,831) to restricted funds.

During the year, the charity awarded £13,500 for restoration awards (2020: £16,000).

The Transport Trust – Trading as the National Transport Trust

Notes to the Financial Statements

Year Ended 31 October 2021

8 Analysis of governance and support costs

Support costs allocated to charitable activities

| | Basis of allocation | Other support costs £ | Total 2021 £ | Total 2020 £ |
|-----------------------------------|---------------------|--------------------------|--------------------|--------------------|
| Management expenses | 100% | 1,399 | 1,399 | 2,366 |
| Rent payable | 100% | 6,609 | 6,609 | 6,139 |
| Stationery, postage and telephone | 100% | 1,119 | 1,119 | 1,425 |
| Insurance | 100% | 464 | 464 | 434 |
| Computer and website costs | 100% | 673 | 673 | 858 |
| Advertising | 100% | 882 | 882 | 1,421 |
| | | <u>11,146</u> | <u>11,146</u> | <u>12,643</u> |

Governance costs

| | Unrestricted General fund £ | Total 2021 £ | Total 2020 £ |
|---|-----------------------------------|--------------------|--------------------|
| Examination of the financial statements | 1,799 | 1,799 | 1,770 |
| Other governance costs | 53 | 53 | 13 |
| | <u>1,852</u> | <u>1,852</u> | <u>1,783</u> |

9 Net (expenditure)

Net expenditure for the year includes:

| | 2021 £ | 2020 £ |
|----------------------------|--------------|--------------|
| Independent examiner's fee | <u>1,799</u> | <u>1,770</u> |

10 Trustees' remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

Travel expenses of £1,711 (2020: £2,035) were reimbursed to 3 trustees (2020: 4) during the year. The use of Zoom for trustee meetings has reduced travel costs.

The Transport Trust – Trading as the National Transport Trust

Notes to the Financial Statements

Year Ended 31 October 2021

11 Taxation

The Trust is a registered charity and is therefore exempt from taxation.

12 Tangible fixed assets

| | Furniture and office equipment £ | Library shelves £ | Exhibition stand £ | Total £ |
|-----------------------|---|-------------------------|--------------------------|------------|
| Cost | | | | |
| At 1 November 2020 | 4,882 | 2,757 | 200 | 7,839 |
| At 31 October 2021 | 4,882 | 2,757 | 200 | 7,839 |
| Depreciation | | | | |
| At 1 November 2020 | 4,882 | 2,757 | 200 | 7,839 |
| At 31 October 2021 | 4,882 | 2,757 | 200 | 7,839 |
| Net book value | | | | |
| At 31 October 2020 | - | - | - | - |
| At 31 October 2021 | - | - | - | - |

13 Heritage assets

| | Trophies, relics and collections £ | Total £ |
|-----------------------|---|------------|
| Cost | | |
| At 1 November 2020 | 4,220 | 4,220 |
| At 31 October 2021 | 4,220 | 4,220 |
| Depreciation | | |
| At 1 November 2020 | - | - |
| At 31 October 2021 | - | - |
| Net book value | | |
| At 31 October 2020 | 4,220 | 4,220 |
| At 31 October 2021 | 4,220 | 4,220 |

The Transport Trust – Trading as the National Transport Trust

Notes to the Financial Statements

Year Ended 31 October 2021

The Trust has two assets in which it has an interest.

The first is the steam locomotive Invicta, built in 1830 by Robert Stephenson and purchased by the Trust in 1977 for the sum of £1, to enable its rescue from display on an exposed outdoor pedestal in Kent. The locomotive was then restored to 1838 condition, funded by donations, and the locomotive was then loaned to Canterbury City Council and put on display at the Canterbury Heritage Museum. During 2019 it was successfully moved to a new location, the Whitstable Museum. The value of the locomotive is set at zero in the Trust's accounts as it is an historic museum artefact. For insurance purposes the Trust has agreed a value of £120,000 with the council but consider, because the locomotive is a unique heritage object, it has no resale value.

The second asset is a 1923 Garrett 10-ton steam road roller works number 34265 and named Consuelo Allen. This steam roller was sold to the Long Shop Museum, Leiston, for £1 in 2008. The agreement states that in the event of the Museum ceasing to exist for any reason that it shall revert to the Trust on the payment of £1. This asset again has no value assigned in the Trust's accounts.

14 Debtors

| | 2021 £ | 2020 £ |
|----------------|---------------|--------------|
| Prepayments | - | 608 |
| Subscriptions | 100 | - |
| Accrued income | 62 | 62 |
| Other debtors | 17,800 | 3,500 |
| | <u>17,962</u> | <u>4,170</u> |

In March 2013 a loan of £3,500 was made to the Locomotive Conservation and Learning Trust. This loan is repayable over a period of 5 years at an interest rate of 3% plus base rate per annum. This loan was extended in March 2018 for a further 5 years.

In February 2021 a loan of £16,500 was made to the Gwili Vintage Carriage Group for a 5 year period on a reducing balance basis. The loan was to allow the Group to complete their purchase of a Cowans Sheldon Crane from the National Railway Museum. The loan is being repaid over a period of five years at an interest rate of 3.5% via a monthly hire agreement with the Gwili Railway.

Debtors includes £14,500 (2020: £3,500) receivable after more than one year.

| | 2021 £ | 2020 £ |
|---------------|---------------|--------------|
| Other debtors | <u>14,500</u> | <u>3,500</u> |

The Transport Trust – Trading as the National Transport Trust

Notes to the Financial Statements

Year Ended 31 October 2021

15 Creditors: amounts falling due within one year

| | 2021 £ | 2020 £ |
|------------------------------------|--------------|--------------|
| Funds due to RHRP | 53 | 65 |
| Accruals | 3,237 | 3,144 |
| Subscriptions/fees paid in advance | 3,714 | 3,085 |
| | <u>7,004</u> | <u>6,294</u> |

16 Creditors: amounts falling due after one year

| | 2021 £ | 2020 £ |
|--|--------------|--------------|
| Subscriptions/fees paid in advance | <u>1,625</u> | <u>1,423</u> |
| | | 2021 £ |
| Deferred income at 1 November 2020 | | 1,423 |
| Resources deferred in the period | | 202 |
| Amounts released from previous periods | | <u>-</u> |
| Deferred income at 31 October 2021 | | <u>1,625</u> |

17 Obligations under leases and hire purchase contracts

Operating lease commitments

Total future minimum lease payments under non-cancellable operating leases are as follows:

| | 2021 £ | 2020 £ |
|---------------------------|--------------|--------------|
| Land and buildings | | |
| Within one year | <u>1,500</u> | <u>1,500</u> |

The Transport Trust – Trading as the National Transport Trust

Notes to the Financial Statements

Year Ended 31 October 2021

18 Funds

| | Balance at 1 November 2020 £ | Incoming resources £ | Resources expended £ | Balance at 31 October 2021 £ |
|-------------------------------|------------------------------------|----------------------------|----------------------------|------------------------------------|
| Unrestricted funds | | | | |
| General | 258,062 | 22,046 | (49,514) | 230,594 |
| Restricted funds | | | | |
| Forest of Dean Fund | 500 | - | (500) | - |
| Friends of Number 3 | 6,250 | 10,890 | (6,000) | 11,140 |
| Other donations | - | 1,817 | (1,817) | - |
| Total restricted funds | 6,750 | 12,707 | (8,317) | 11,140 |
| Total funds | 264,812 | 34,753 | (57,833) | 241,734 |

Restricted Funds

The Forest of Dean Fund held a balance of £nil as at 31 October 2021 (2020: £500). This fund has been used to fund awards to Railway projects within its awards programme.

The Trust is assisting a group called the Friends of Number 3 in its effort to restore this locomotive. At 31 October 2021 a balance of £11,140 was held (2020: £6,250), these donated funds can only be used for this purpose. An initial spend on this project of £6,000 occurred in November 2020.

In 2021 donations of £1,807 were received toward the charity's Red Wheel initiative and £10 towards restoration awards. These fund balances were fully expensed during the year.

| | Balance at 1 November 2019 £ | Incoming resources £ | Resources expended £ | Balance at 31 October 2020 £ |
|-------------------------------|------------------------------------|----------------------------|----------------------------|------------------------------------|
| Prior Year | | | | |
| Unrestricted funds | | | | |
| General | 263,346 | 33,517 | (38,801) | 258,062 |
| Restricted funds | | | | |
| Forest of Dean Fund | 2,000 | - | (1,500) | 500 |
| Friends of Number 3 | 6,250 | - | - | 6,250 |
| Awards donation | 5,000 | 1,331 | (6,331) | - |
| Total restricted funds | 13,250 | 1,331 | (7,831) | 6,750 |
| Total funds | 276,596 | 34,848 | (46,632) | 264,812 |

The Transport Trust – Trading as the National Transport Trust

Notes to the Financial Statements

Year Ended 31 October 2021

19 Analysis of net assets between funds

| | Unrestricted General Funds 2021 £ | Restricted Funds 2021 £ | Total Funds 2021 £ |
|-----------------------|---|----------------------------------|--------------------------|
| Heritage assets | 4,220 | - | 4,220 |
| Current assets | 235,003 | 11,140 | 246,143 |
| Current liabilities | (7,004) | - | (7,004) |
| Creditors over 1 year | (1,625) | - | (1,625) |
| Total net assets | 230,594 | 11,140 | 241,734 |

| | Unrestricted General Funds 2020 £ | Restricted Funds 2020 £ | Total Funds 2020 £ |
|-----------------------|---|----------------------------------|--------------------------|
| Heritage assets | 4,220 | - | 4,220 |
| Current assets | 261,559 | 6,750 | 268,309 |
| Current liabilities | (6,294) | - | (6,294) |
| Creditors over 1 year | (1,423) | - | (1,423) |
| Total net assets | 258,062 | 6,750 | 264,812 |

20 Related party transactions

There were no related party transactions in the year which require disclosure in the accounts.

The charity is under the effective control of its Trustees.

Management information schedule

The Transport Trust - Trading as the National Transport Trust

Income and expenditure account for the year ended 31 October 2021

| | 2021 | | 2020 | |
|------------------------------------|--------|-----------------|---------|-----------------|
| | £ | £ | £ | £ |
| Recurring income | | | | |
| Subscriptions | | 15,628 | | 16,092 |
| Donations - unrestricted | | 2,093 | | 2,189 |
| Donations – restricted no 3 | | 10,890 | | - |
| Donations – restricted other | | 1,817 | | 1,331 |
| Income Tax recovered | | 3,171 | | 3,089 |
| Visits and meetings | | 638 | | 62 |
| Raffle and sundries | | - | | 1 |
| | | <u>34,237</u> | | <u>22,764</u> |
| Non-recurring income | | | | |
| Legacies | | - | | 1,000 |
| Grants | | - | | 10,000 |
| | | <u>34,237</u> | | <u>33,764</u> |
| Expenditure | | | | |
| Grants, awards, POTY | 13,584 | | 11,199 | |
| Grants and awards restricted funds | 510 | | 6,568 | |
| Management expenses | 1,399 | | 2,367 | |
| Property costs | 6,609 | | 6,139 | |
| Stationery, postage, telephone | 1,119 | | 1,425 | |
| Governance | 1,852 | | 1,783 | |
| Cost of Digest | 10,910 | | 10,800 | |
| Web site project | 3,528 | | (1,378) | |
| Web site restricted funds | - | | 500 | |
| Insurance | 464 | | 434 | |
| Information Technology | 673 | | 858 | |
| Advertising and Marketing | 882 | | 1,421 | |
| Red Wheel | 7,873 | | 3,469 | |
| Red Wheel restricted funds | 1,807 | | 763 | |
| Visits, meetings | 559 | | 258 | |
| Spend on No 3 restricted | 6,000 | | - | |
| Raffle costs | 64 | | 27 | |
| | | <u>(57,833)</u> | | <u>(46,633)</u> |
| Operating (Deficit) | | <u>(23,596)</u> | | <u>(12,869)</u> |
| Bank Interest receivable | | 28 | | 948 |
| Loan Interest receivable | | 490 | | 137 |
| (Deficit) for the year | | <u>(23,078)</u> | | <u>(11,784)</u> |
| Comprising: | | | | |
| Restricted funds | | 4,390 | | (6,500) |
| Unrestricted funds | | <u>(27,468)</u> | | <u>(5,284)</u> |