

Charity registration number 508326

Company registration number 01357553 (England and Wales)

MIDLAND AIR MUSEUM
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

MIDLAND AIR MUSEUM

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr K Dixon Mr M T Painter Mr G L Talbot Mr I P Welford Mr B W James Mr A R Evans Mr D Woodrow
Charity number	508326
Company number	01357553
Registered office	Coventry Airport Rowley Road Coventry United Kingdom CV8 3AZ
Independent examiner	Azets Audit Services 3Mc Middlemarch Business Park Siskin Drive Coventry United Kingdom CV3 4FJ
Bankers	HSBC P.O. Box 24 City Branch Coventry United Kingdom CV1 1QJ
Solicitors	Mander Hadley Limited Solicitors 1 The Quadrant Coventry West Midlands United Kingdom CV1 2DW
Curatorial Advisor	C van Schaardenburgh Head of Collections The Tank Museum Bovington Dorset BH20 6JG United Kingdom

MIDLAND AIR MUSEUM

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

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

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's [governing document], the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

The objects of the charity are to advance the education of the public in the preservation of aircraft and aeronautical equipment of historical, technical, archive or other public interest relating to Coventry, in particular, and to the Midlands and aviation generally. The museum incorporates the Sir Frank Whittle Jet Heritage Centre with the object of presenting the life and work of Coventry born Sir Frank Whittle and his influence on the world through the development of the jet engine.

The Midland Air Museum's mission is to continue to be recognised as one of the leading independent collections, renowned for its friendly atmosphere and exceptional standards of customer service. Feedback from our customers is continuously reviewed.

Opportunities are provided for visitor participation and interaction with exhibits. The museum has an outstanding record of successful innovation in the use of an aviation museum as an educational resource for schools and for places of further and higher education.

The Museum's objective is to be known for the range and quality of aircraft, engines and its regional collection and additionally for a continuous improvement in its standards of restoration and conservation and also for the scale and scope of its partnerships with the community at large.

The key aims of the Charity are to acquire aircraft, aircraft components and associated items to further the purpose of the museum and to record aviation history relating to the declared statement of purpose.

Additionally to promote the museum and its purpose by outside exhibitions, lectures, media articles, publications, and public interaction and to take such steps that may be thought necessary for the raising of additional funds to promote the Museum's purpose such as donations, grants and annual subscriptions.

The Museum has a strategy to develop the skills of the current membership and staff with emphasis on the care of the collection, the quality of service to visitors and the excellence of displays. Additionally there is a strategy of generating greater funding opportunities to supplement the Museum's own financial assets which will be targeted in an effective way. Our National Accreditation status is very important in this respect.

The Museum's long term strategy is to consolidate our customer base while looking for a wider participation and greater diversity. Major future developments will require funding opportunities to be explored and the continuation of accreditation status will assist in this objective.

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

MIDLAND AIR MUSEUM

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

Achievements and performance

Regular visits from schools and cubs, scouts and beaver groups continued during the year together with visitor numbers maintaining good levels. The challenge for the museum staff and volunteers was to maintain a welcoming environment while recovering the time lost in the maintenance of and presentation of the collection.

A summary of the main achievements of the Charity during the year:

- The 3 major events during the year were the resumption of the Summer Model Show, the autumn Aviation Fair and the December Fair which were all well attended.
- A repaint of the Phantom aircraft was completed during the year with the aircraft continuing to be displayed in its Vietnam War era colour scheme
- The restored Fletner Kolibri helicopter has been displayed prominently and was included in the filming of a TV series featuring workshop restorations together with a long standing member of the museum who carried out much of the restoration. The engine restoration progressed during the year and, after completion, will be displayed alongside the helicopter in the new public display building.
- A repaint of the Lockheed Starfighter was completed during the year.
- A repaint of the Meteor Night Fighter was started during the year
- The plan to demolish the original workshop building and enlarge the area to position a larger building as a public display area was progressed during the year. Plans were submitted to the local planning office and, following approval, the workshop was disassembled and removed, the site was enlarged and prepared and the building was ordered and delivered by year end ready for on site assembly. The public area will include an additional toilet facility and there is a separate area for a staff toilet and washing facility.

The Trustees are very much aware of the support given by staff and volunteers and they would like to record their thanks and appreciation for all their efforts during this year.

The Trustees maintain that the museum contributes to the regional economy with the employment of paid staff, the number of countrywide and overseas visitors and a policy of using local traders and stockists where ever possible

The Trustees would also like to thank those individuals and organisations who have loaned exhibits and supported the Museum during the year.

Financial review

The Museum maintained a strong financial position through 2023, building upon the 2022 position, and continuing recovery from the effects of the pandemic.

Total incoming resources for the year were £226,284 (2022: £220,630) and net incoming resources were £1,677 (2022: £27,367)

Total available funds at the end of the year were £749,896 (2022: £748,219)

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

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

MIDLAND AIR MUSEUM

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

Structure, governance and management

The Charity is constituted in accordance with its Memorandum and Articles. It is a membership organisation governed by a Board of Trustees, the members of which are elected from within the membership at the AGM. The Board of Trustees also acts as the management committee of the Charity with a structure that enables delegation of responsibilities, with an appropriate reporting mechanism to the Board. The Board of Trustees meet at least six times annually in a formal manner, and a specific training and mentoring programme is established for new trustees.

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

Mr K Dixon
Mr M T Painter
Mr G L Talbot
Mr I P Welford
Mr B W James
Mr A R Evans
Mr D Woodrow

None of the Trustees has any beneficial interest in the company. All of the Trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Heritage assets

The whole collection of heritage assets are not capitalised because of the significant costs that would be involved in the valuation which are onerous compared with the additional benefit that would be gained by users of the accounts. However, major acquisitions of heritage assets have been capitalised since 1st January 2005 and depreciated in accordance with the stated rate.

MIDLAND AIR MUSEUM

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

Plans for future periods

Future plans are defined and monitored by means of the Forward Planning which is approved by the Board and reviewed in conjunction with the Professional Curatorial Adviser and updated annually.

A summary of the main items from the plan for the current planning cycle is :

- The collection is to be developed in accordance with the Charity's Acquisition and Disposal Policy.
- It is planned that the new public display building will be assembled, fully commissioned and open to the public during the first half of 2024.
- The museum will continue with the acquisition and fitting of Tornado aircraft parts to enhance the public display of the aircraft
- To continue with the programme of reviewing and improving all the cabinet displays within the display hall.
- An area in the main hanger is to be used for specific displays for up to 12 months. It is planned that during 2024 there will be a display to recognise the 75th anniversary of Airfix Models.
- The Tornado Aircraft display will be modified to recognise the 70th anniversary of the initial prototype first flight.
- A new display featuring airfields, past and present, within 25 miles of Coventry Airport will be completed in 2024
- To consolidate the skills training of paid staff and volunteer members.
- To complete the repaint of the Meteor NF Aircraft
- To continue with the ongoing programme of aircraft collection preservation for which the immediate schedule includes the Vickers Viscount, the Armstrong Whitworth Argosy, and the Meteor NF14 aircraft.
- To continue with the ongoing programme of engine collection preservation, specifically the Goblin and Elan engines, and to prepare an Orenda engine for display.
- Continue with the collection cataloguing in accordance with the accreditation plan and incorporating the extensive Leopard aircraft archive.
- To continue to use 3D Printer technology in the Museum's restoration projects as appropriate.
- Continue the planning of further improvements to the general Museum infrastructure including the provision of a hard surface pathway from the main display hall to the Robin hanger
- Complete the refurbishment of the toilet facilities. The planning has been completed and a quotation agreed with a contractor for completion early in 2024.
- The Museum will continue to hold a major model show in association with Coventry and Warwickshire International Plastic Model Society and the Museum Christmas Fair.
- Following the success of the Aviation Fairs in recent years the Museum Plans to hold another Aviation Fair during 2024.
- The Museum continues its educational association with Coventry University and maintains long standing associations with many local and regional schools.
- It is planned to continue a programme of visits by schools to the Museum and of outreach talks.
- In addition to the above programme planning will be continued for development of the main entrance, shop and additional inside visitor and display areas.

Disclosure of information to auditor

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

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



Mr B W James
Chairman

Dated: 21-5-24.



Mr A R Evans
Treasurer

Dated: 21/5/24

MIDLAND AIR MUSEUM

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF MIDLAND AIR MUSEUM

I report to the Trustees on my examination of the financial statements of Midland Air Museum (the charity) for the year ended 31 December 2023.

Responsibilities and basis of report

As the Trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity 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 the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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

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

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


Robert Anderson FCA
Azets Audit Services

3mc Middlemarch Business Park
Siskin Drive
Coventry
CV3 4FJ
United Kingdom

Dated: 31/5/24

MIDLAND AIR MUSEUM

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2023

		Unrestricted funds 2023 £	Unrestricted funds 2022 £
	Notes		
Income from:			
Donations and legacies	3	2,744	14,547
Charitable activities	4	125,087	116,511
Other trading activities	5	93,538	89,122
Investments	6	4,915	450
Total income		226,284	220,630
Expenditure on:			
Raising funds	7	326	95
Charitable activities	8	224,281	193,168
Total expenditure		224,607	193,263
Net income for the year/ Net movement in funds		1,677	27,367
Fund balances at 1 January 2023		748,219	720,852
Fund balances at 31 December 2023		749,896	748,219

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

All income and expenditure derive from continuing activities.

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

MIDLAND AIR MUSEUM

BALANCE SHEET

AS AT 31 DECEMBER 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	13		239,039		188,560
Current assets					
Stocks	14	22,163		24,607	
Debtors	15	2,197		3,327	
Cash at bank and in hand		494,371		538,306	
		518,731		566,240	
Creditors: amounts falling due within one year	16	(7,874)		(6,581)	
Net current assets			510,857		559,659
Total assets less current liabilities			749,896		748,219
Income funds					
<u>Unrestricted funds</u>					
Designated funds	18	629,042		578,560	
General unrestricted funds		120,854		169,659	
			749,896		748,219
			749,896		748,219

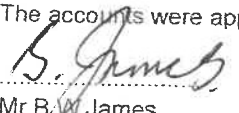
The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2023.

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

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

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

The accounts were approved by the Trustees on April 9th 2024


Mr B W James
Chairman


Mr A R Evans
Treasurer

Company Registration No. 01357553

MIDLAND AIR MUSEUM

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

Charity information

Midland Air Museum is a private company limited by guarantee incorporated in England and Wales. The registered office is Coventry Airport, Rowley Road, Coventry, CV8 3AZ, United Kingdom.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

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

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

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

1.4 Income

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

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

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

MIDLAND AIR MUSEUM

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

(Continued)

1.5 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

Irrecoverable VAT is charged as an expense against the activity for which the expenditure arose.

1.6 Tangible fixed assets

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

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

Leasehold land and buildings	2% - 5% on original cost
Fixtures and fittings	10% - 33% on original cost
Site assets	10% on original cost

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

1.7 Impairment of fixed assets

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

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

1.9 Cash and cash equivalents

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

1.10 Financial instruments

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

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

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

MIDLAND AIR MUSEUM

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

1 Accounting policies

(Continued)

Basic financial assets

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

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.11 Taxation

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

1.12 Employee benefits

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

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

1.13 Retirement benefits

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

2 Critical accounting estimates and judgements

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

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

MIDLAND AIR MUSEUM

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

3 Donations and legacies

	Unrestricted funds	Total
	2023 £	2022 £
Donations and gifts	2,744	1,547
Other	-	13,000
	<u>2,744</u>	<u>14,547</u>

MIDLAND AIR MUSEUM

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

4 Charitable activities

	Admission fees 2023 £	Hire of Subscriptions facilities 2023 £	Total 2023 £	Admission fees 2022 £	Hire of Subscriptions facilities 2022 £	Total 2022 £
Sales within charitable activities	120,869	1,313	125,087	113,076	844	116,511

MIDLAND AIR MUSEUM

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

5 Other trading activities

	Unrestricted funds	Total
	2023 £	2022 £
Shop and cafe sales	93,538	89,122

6 Investments

	Unrestricted funds	Total
	2023 £	2022 £
Interest receivable	4,915	450

MIDLAND AIR MUSEUM

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

7 Raising funds

	2023	2022
	£	£
<u>Fundraising and publicity</u>		
Advertising	326	95
	<u>326</u>	<u>95</u>

8 Charitable activities

	2023	2022
	£	£
Staff costs	87,726	76,474
Depreciation and impairment	15,797	15,231
Cost of sales	63,983	55,714
Gift Aid Donations Expired	705	3,136
	<u>168,211</u>	<u>150,555</u>
Share of support costs (see note 9)	51,628	38,703
Share of governance costs (see note 9)	4,442	3,910
	<u>224,281</u>	<u>193,168</u>

MIDLAND AIR MUSEUM

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

9 Support costs

	Support costs £	Governance costs £	2023 £	2022 £	
Rent and rates	3,846	-	3,846	4,596	
Insurance	9,393	-	9,393	8,504	
Light and heat	11,484	-	11,484	7,631	
Site expenses	17,529	-	17,529	11,324	
Office expenses	1,141	-	1,141	878	
Telephone	2,075	-	2,075	1,519	
Transport and travelling expenses	748	-	748	587	
Restoration	1,459	-	1,459	2,404	
Sundry expenses	3,720	-	3,720	995	
Bank charges	233	-	233	265	
Legal and professional	-	4,442	4,442	3,910	Governance
	<u>51,628</u>	<u>4,442</u>	<u>56,070</u>	<u>42,613</u>	
Analysed between					
Charitable activities	<u>51,628</u>	<u>4,442</u>	<u>56,070</u>	<u>42,613</u>	

Governance costs includes payments to the Independent Examiners of £3,495 (2022 - £2,950) for Independent Examination and other services.

10 Trustees

None of the Trustees received any remuneration or benefits from the charity during the year.

11 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
	<u>6</u>	<u>6</u>
Employment costs	2023 £	2022 £
Wages and salaries	85,282	74,329
Other pension costs	<u>2,444</u>	<u>2,145</u>
	<u>87,726</u>	<u>76,474</u>

No single employee received total employee benefits of over £60,000

MIDLAND AIR MUSEUM

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

12 Taxation

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

13 Tangible fixed assets

	Leasehold land and buildings £	Fixtures and fittings £	Site assets £	Total £
Cost				
At 1 January 2023	270,412	123,455	13,377	407,244
Additions	66,276	-	-	66,276
At 31 December 2023	336,688	123,455	13,377	473,520
Depreciation and impairment				
At 1 January 2023	107,593	97,717	13,377	218,687
Depreciation charged in the year	9,388	6,406	-	15,794
At 31 December 2023	116,981	104,123	13,377	234,481
Carrying amount				
At 31 December 2023	219,707	19,332	-	239,039
At 31 December 2022	162,819	25,738	3	188,560

14 Stocks

	2023 £	2022 £
Raw materials and consumables	22,163	24,607

15 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Other debtors	2,197	3,327

16 Creditors: amounts falling due within one year

	2023 £	2022 £
Other taxation and social security	3,926	1,639
Other creditors	-	844
Accruals and deferred income	3,948	4,098
	7,874	6,581

MIDLAND AIR MUSEUM

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

17 Retirement benefit schemes

Defined contribution schemes

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

The charge to profit or loss in respect of defined contribution schemes was £2,444 (2022 - £2,145).

18 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 January 2022	Movement in funds			Balance at 1 January 2023	Movement in funds			Balance at 31 December 2023
	£	Incoming resources	Resources expended		£	Incoming resources	Resources expended		£
Fixed assets fund	190,791	13,000	(15,231)		188,560	66,276	(15,794)		239,042
Building development fund	255,000	-	-		255,000	-	-		255,000
Acquisition fund	55,000	-	-		55,000	-	-		55,000
Reserve fund	80,000	-	-		80,000	-	-		80,000
	<u>580,791</u>	<u>13,000</u>	<u>(15,231)</u>		<u>578,560</u>	<u>66,276</u>	<u>(15,794)</u>		<u>629,042</u>

The trustees have designated various funds this year as follows:

- The Building Development fund is to provide funds to enable more exhibits to be displayed under cover to improve the visitor experience and to protect exhibits for the future.
- The Acquisition fund is to provide funds to enable suitable exhibits to be acquired when they become available to continue to develop and improve the museum's collection.
- The Reserve fund is considered sufficient to cover the operating costs of the museum for a period of six months.

19 Financial commitments, guarantees and contingent liabilities

In 2001 the Museum acquired a MIG21 aircraft with the assistance of Prism funding. The amount received was £2,000 which would become repayable should the Museum sell the aircraft.

20 Related party transactions

During the year, the wife and daughters of Mr B. James were employed by the museum at open market rates. Mr B. James was excluded from all discussions and decisions related to their employment.