

The South Yorkshire Railway Company Limited

Directors' Report and Accounts

for the year ended 30 September 2022

Company Registration No. 02342203
Charity Registration No. 0702394

The South Yorkshire Railway Company Limited

(A Company limited by guarantee)

Annual Report and financial statements

for the year ended 30 September 2022

The South Yorkshire Railway Company Limited
(A company limited by guarantee)

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The South Yorkshire Railway Company Limited
(A company limited by guarantee)

Legal and Administrative Information

Company number	02342203
Charity Registration	0702394
Start of financial year	1 October 2021
End of financial year	30 September 2022
Council of Management: Trustees and Directors:-	John Wade Gary Hibbs Janice Allen
Company secretary	Janice Allen
Legal status	Company limited by guarantee
Legal Name	The South Yorkshire Railway Company Limited
Other name	Heritage Shunters Trust
Charitable Status	Registered Charity No. 0702394
Correspondence address and registered office	22 Newman Road Wincobank Sheffield S9 1LP
Bankers	Lloyds TSB High Street Sheffield S1 1HP
Independent Examiner	Peter Winter MA FCCA Chartered Certified Accountant 20 Hallam Grange Road Sheffield S10 4BJ

The South Yorkshire Railway Company Limited
(A company limited by guarantee)

Trustees' Report for the year ended 30 September 2022

The Trustees, who are also directors for the purpose of company law, present their report and the financial statements for the year ended 30 September 2022.

The strategic report required of medium and large companies under The Companies Act 2006 (Strategic Report and Director's Report) Regulations 2013, is not required as the company qualifies as a small company.

Structure, governance and management

Governing Document

The South Yorkshire Railway Company Limited is a charitable company limited by guarantee. It is governed by its Memorandum and Articles of Association. It is registered as a charity with the Charity Commission.

Appointment of the Council of Management

The Trustees are collectively known under the company's Articles as the Council of Management. The Council of Management is elected by the members with appointments and reappointments being decided on an annual basis. Trustees have the power to appoint new trustees until confirmed at the next AGM. At each AGM one third of the Trustees are required to resign and stand for re-election.

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

John Wade
Gary Hibbs
Janice Allen

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.

Trustee induction and training

New trustees will meet with existing trustees prior to recommendation for appointment, during which time they will have explained to them the vision and strategy of the charity. New Trustees are provided with the Charity Commission's publications for intending trustees.

Organisation

The members of the Council of Management are responsible for setting the strategic objectives and establishing policy.

Objectives and Activities

Policies and objectives

The main objective of the South Yorkshire Railway Company Limited is the promotion and encouragement of the restoration and preservation of railway locomotives and rolling stock, together with connected artefacts and buildings of historical interest.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on Public Benefit when reviewing the charity's aims and objectives and in planning future activities and policy for the year.

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Trustees' Report for the year ended 30 September 2022

Review of Activities and Performance

On 16 February 2022 Peak Rail unexpectedly suffered the loss of their long -time Managing Director: Mrs Jackie Statham. Mrs Statham had already appointed Mr Mark Sealey to help her run Peak Rail, however, rather than helping, Mr Sealey became the new Managing Director.

As with any change of this magnitude the dynamics have changed, so incurring a new rental agreement being proposed by Peak Rail to The South Yorkshire Railway Co. Ltd - Heritage Shunters Trust, this being the sum of £200 a month, which would commence sometime in 2023.

Mr Sealey did inform our organisation that they would allow us more access to run locomotives on Peak Rail's line to generate extra income, to offset this extra outgoing, given that we meet the necessary safety criteria.

A very labour-intensive repair on the Company's 09 Locomotive may preclude this at the present time due to the amount of time and labour being spent on the 09's repair. The restoration of 03180 which is privately owned is also the other major project being undertaken in this period, this restoration is being privately funded. One Gala was run in 2022, the footfall was down on our usual Galas, most probably due to the excessive rises in the cost of living.

Financial Review

The charity reports a surplus of £23,610 (2021: Surplus £4,346) after charging depreciation of £7,911 (2021: £7,434), for the year under review. Unrestricted reserves amount to £172,241 (2021: £148,631) at the year-end.

Investment powers and policy

In accordance with the charity's Memorandum and Articles of Association, the trustees have the power to borrow and invest in any way they so wish.

Reserves Policy

It is the policy of the charity to maintain unrestricted funds which are free reserves of the charity which can be used in furtherance of its objectives. This provides sufficient funds to cover the management, administration and support costs and to respond to other projects which the charity may wish to support in the future. The free reserves of the charity are its unrestricted funds excluding those in the form of fixed costs. Free reserves at 30 September 2022 were £30,932 compared to £21,003 at the end of the previous 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 these risks.

Going concern

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. In view of this expectation, the trustees continue to adopt the going concern basis for preparing the financial statements.

Statement of trustees' responsibilities

The trustees (who are also directors of The South Yorkshire Railway Company Limited for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and regulations.

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Trustees' Report for the year ended 30 September 2021

Company law requires the trustees to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- 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.

Independent Examiner

Peter Winter MA FCCA FCIE was reappointed Independent Examiner during the year and the Trustees recommend that he remain in office until further notice.

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

This report was approved by the Council of Management on 31 May 2023 and signed on its behalf by:


.....

John Wade

Trustee and Chairman for and on behalf of the South Yorkshire Railway, trading as the Heritage Shunters Trust.

The South Yorkshire Railway Company Limited
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Independent Examiner's Report

I report to the charity Trustees on my examination of the unaudited financial statements of The South Yorkshire Railway Company Limited for the year ended 30 September 2022.

Responsibilities and basis of report

As the charity's trustees of the Company (who are also the directors of the company for the purposes of company law), you 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 for this year 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)(b) of the 2011 Act).

Independent Examiner's statement

I have completed my examination, I confirm that no material matters have come to my attention which gives me cause to believe that:

- accounting records were not kept in accordance with section 386 of the Companies Act 2006; or
- the accounts do not accord with such records; or
- the accounts do not comply with relevant accounting requirements under section 396 of the Companies Act 2006 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

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.



.....
Peter Winter MA FCCA FCIE
Chartered Certified Accountant
20 Hallam Grange Road
Fulwood
Sheffield
S10 4BJ

31 May 2023

The South Yorkshire Railway Company Limited
(A company limited by guarantee)

Statement of Financial Activities (incorporating Income and Expenditure Account)
for the year ended 30 September 2022

	Notes	Unrestricted Funds	Restricted Funds	2022 Total	2021 Total
<u>Income and Endowments from:</u>					
Donations and legacies	5	23,269	-	23,269	25,110
Investments		2	-	2	-
Charitable activities	6	833	-	833	1,011
Other incoming resources: Gain on asset sales		24,000	-	24,000	-
Total incoming resources		<u>48,104</u>	<u>-</u>	<u>48,104</u>	<u>26,121</u>
<u>Resources Expended</u>					
Charitable activities	7	23,699	-	23,699	20,980
Governance Costs	8	795	-	795	795
Total Resources Expended		<u>24,494</u>	<u>-</u>	<u>24,494</u>	<u>21,775</u>
Net Incoming/(Outgoing) Resources for the year		23,610	-	23,610	4,346
Funds at 1 October 2021	11	<u>148,631</u>	<u>-</u>	<u>148,631</u>	<u>144,285</u>
Funds at 30 September 2022		<u><u>172,241</u></u>	<u><u>-</u></u>	<u><u>172,241</u></u>	<u><u>148,631</u></u>

The Statement of Financial Activities includes all gains and losses in the year. All incoming resources and resources expended 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.

The notes on pages 7 to 14 form an integral part of these financial statements.

The South Yorkshire Railway Company Limited
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Balance sheet
as at 30 September 2022

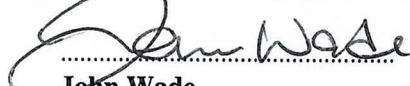
		2022		2021
	Notes	£	£	£
Fixed assets				
Tangible assets	10		141,309	127,628
Current assets				
Stocks		120		150
Debtors	12	1,891		1,913
Cash at bank and in hand		29,716		19,736
		<u>31,727</u>		<u>21,799</u>
Current Liabilities				
Creditors and accruals	13	(795)		(795)
Net current assets			<u>30,932</u>	<u>21,004</u>
Total assets less current liabilities			172,241	148,632
Net assets			<u>172,241</u>	<u>148,632</u>
The funds of the charity				
Restricted Funds	14	-		-
Unrestricted Funds	14	172,241		148,632
Total charity funds		<u>172,241</u>		<u>148,632</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

For the year ended 30 September 2022 the charitable company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies. The trustees have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved by the Board on 31 May 2023 and signed on its behalf by


.....
John Wade
Trustee

Company Registration Number: 02342203

The notes on pages 7 to 13 form an integral part of these financial statements.

The South Yorkshire Railway Company Limited
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Notes to the financial statements
for the year ended 30 September 2022

1 Basis of Preparation

1.1 Basis of accounting

These financial statements have been prepared on the basis of historic cost in accordance with:

- a) 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 2015).
- b) The Charities Act 2011
- c) The Companies Act 2006
- d) The South Yorkshire Railway Company Limited meets the definition of a public entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

1.2. Stock

Stock is valued at the lower of cost and net realisable value.

2 Accounting Policies

2.1 Form of Financial Statements

- a) Unrestricted funds Funds that are available for use at the discretion of the Council of Management in furtherance of the general objectives of the charity, unless the funds have been designated for other purposes.
- b) Restricted funds Funds are subject to specific conditions on their expenditure imposed by the donor or through the terms of an appeal. The purposes and uses of the restricted funds are set out in the notes to the financial accounts.

2.2 Incoming resources

- a) 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.
- b) Where incoming resources have related expenditure (as with fundraising), the incoming resources and related expenditure are reported gross in the SOFA
- c) Bank interest is recognised when it is credited to the account.
- d) Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant. Grants related to performance and specific deliverables, are accounted for as the charity earns the right to consideration by its performance.
- e) Donated facilities and services are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included in these accounts.

The South Yorkshire Railway Company Limited
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Notes to the financial statements
for the year ended 30 September 2022

..... continued

2.3 Expenditure & Liabilities

- a) Expenditure is recognised on an accruals basis.
- b) Liabilities are recognised as soon as there is a legal or constructive obligation to pay out resources.
- c) Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for the public. It includes costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.
- d) Governance costs include the costs of preparation and examination of the statutory accounts, the cost of trustee meetings and the cost of any legal advice to trustees on governance or constitutional matters.

2.4 Tangible fixed assets and depreciation

- a) The cost of tangible fixed assets is their purchase cost, together with any incidental expenses of acquisition, or if gifted, their value on receipt. Items of equipment are only capitalised where the purchase price exceeds £1,000 and they can be used for more than one year.
- b) Depreciation is provided on all tangible assets, at rates calculated to write off the cost or valuation of each asset, over its expected useful life, the annual rates are as follows:

Steel framed buildings - Straight line over 50 years

Locos, plant and equipment - 5% Straight Line

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

2.5 Taxation

The charity is not liable to income or corporation tax on its charitable activities. Expenditure excludes input VAT as the charity is registered for VAT.

2.6. 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.

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Notes to the financial statements
for the year ended 30 September 2022

..... continued

2.7. Financial instruments

Financial instruments are classified and accounted for, according to the substance of contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

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

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.

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.

2.8 Impairment losses

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).

3 Trustees' remuneration and related party transactions

- a) No remuneration was paid to any trustee in their capacity as a trustee.
- b) During the year under review, the costs of certain repairs, small items of equipment, stationery and other expenses were paid for by trustees using their own funds on behalf of the charity and subsequently reimbursed. The costs are disclosed in the accounts but it is not a requirement to disclose separately the reimbursed amounts.
- c) On 5 April 2022, the charity acquired Shunter Locomotive D2985 from John Wade at a cost of £16,000. Apart from this transaction, no trustee or other person connected to the charity had any personal interest in any contract or transaction entered into by the charity during the year.
- d) Donations from trustees amounted to £6,323 (2021: £5,613) during the year under review.

The South Yorkshire Railway Company Limited
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Notes to the financial statements
for the year ended 30 September 2022

..... continued

4 Limited by Guarantee

The charity is limited by guarantee and each member is required to contribute a sum not exceeding £1 should the company be wound up while they are a member, or within a year after they cease to be a member.

5 Donations and legacies

	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
Donations	7,989	-	7,989	18,721
Gift Aid recoverable	-	-	-	4,612
Memberships	15,280	-	15,280	1,777
	<u>23,269</u>	<u>-</u>	<u>23,269</u>	<u>25,110</u>
<i>Prior year analysis:</i>	<u>25,110</u>	<u>-</u>		<u>25,110</u>

6 Incoming resources from charitable activities

	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
Shop sales	525	-	525	550
Book sales	308	-	308	461
Total incoming resources from charitable activities	<u>833</u>	<u>-</u>	<u>833</u>	<u>1,011</u>
<i>Prior year analysis:</i>	<u>1,011</u>	<u>-</u>		<u>1,011</u>

All income is derived from activities within the United Kingdom.

The South Yorkshire Railway Company Limited
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Notes to the financial statements
for the year ended 30 September 2022

..... continued

	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
7 Charitable activities:				
Support costs				
Bank and paypal charges	20	-	20	42
Computer and CCTV	67	-	67	87
Depreciation of plant and equipment	7,911		7,911	7,434
Fuel and diesel	414	-	414	120
Heat and light	458	-	458	-
Insurance	2,654	-	2,654	2,450
Legal and professional fees	48		48	48
Miscellaneous	490		490	-
Office Supplies & Photocopier	604	-	604	514
Repairs and renewals	3,436	-	3,436	2,382
Purchases	30	-	30	338
Subscriptions	128		128	128
Travelling and mileage claims	7,439	-	7,439	7,437
	<u>23,699</u>	<u>-</u>	<u>23,699</u>	<u>20,980</u>
<i>Prior year analysis:</i>	<u>20,980</u>	<u>-</u>		<u>20,980</u>

8 Governance Costs	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
Independent Examiner's fees	<u>795</u>	<u>-</u>	<u>795</u>	<u>795</u>

9 Employees

There were no employees during the year.

The South Yorkshire Railway Company Limited
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Notes to the financial statements
for the year ended 30 September 2022

..... continued

10. Tangible fixed assets	Steel framed buildings £	Fixtures, fittings and equipment £	Total £
Cost			
At 1 October 2021	92,623	274,514	367,137
Additions	-	21,592	21,592
Disposals	-	(25,000)	(25,000)
At 30 September 2022	<u>92,623</u>	<u>271,106</u>	<u>363,729</u>
Depreciation			
At 1 October 2021	91,442	148,067	239,509
On disposals	-	(25,000)	(25,000)
Charge for the year	65	7,846	7,911
At 30 September 2022	<u>91,507</u>	<u>130,913</u>	<u>222,420</u>
Net book values			
At 30 September 2022	<u>1,116</u>	<u>140,193</u>	<u>141,309</u>
At 30 September 2021	<u>1,181</u>	<u>126,447</u>	<u>127,628</u>

11. Unrestricted Funds	Statement of Financial Activities £	Total £
At 30 September 2021		
as previously stated	148,631	148,631
Surplus for the year	23,610	23,610
At 30 September 2022	<u>172,241</u>	<u>172,241</u>

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Notes to the financial statements
for the year ended 30 September 2022

..... continued

12 Debtors and Prepayments

	2022	2021
	£	£
Debtors		
Debts due from customers	-	-
Gift aid recoverable	-	-
Prepayments	1,828	1,739
VAT repayable	63	174
	<u>1,891</u>	<u>1,913</u>

13 Creditors: amounts falling due within one year

	2022	2021
	£	£
HMRC VAT payable	-	-
Accruals	795	795
	<u>795</u>	<u>795</u>

14 Movement of funds

	1 October 2021	Incoming Resources	Outgoing Resources	Transfers	30 September 2022
Restricted funds:					
Grants - restricted projects	-	-	-	-	-
Unrestricted funds:					
General funds	148,631	48,104	(24,494)	-	172,241
	<u>148,631</u>	<u>48,104</u>	<u>(24,494)</u>	<u>-</u>	<u>172,241</u>

15 Capital commitments

The trustees confirm there are no capital commitments at 30 September 2022.

16 Contingent liabilities

The trustees confirm there are no contingent liabilities at 30 September 2022.

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Notes to the financial statements
for the year ended 30 September 2022

..... continued

17 Post balance sheet events

The trustees confirm there are no events occurring after 30 September 2022 and the date of approval that require disclosure in these accounts.