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**YORKSHIRE MUSEUM OF FARMING**  
**FILLETED UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**31 DECEMBER 2017**

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Company Registration Number 10127921  
Charity Number 510900

WEDNESDAY



A07 \*A7AG5CDE\* 18/07/2018 #413  
COMPANIES HOUSE

**jwpcreeers llp**  
CHARTERED ACCOUNTANTS

## **YORKSHIRE MUSEUM OF FARMING LIMITED**

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## **YORKSHIRE MUSEUM OF FARMING LIMITED**

### **REPORT OF THE BOARD OF TRUSTEES**

The board of trustees (who are also the directors of Yorkshire Museum of Farming Limited for the purposes of company law) are pleased to submit their annual report and accounts for the year ended 31 December 2017.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, 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 2015).

#### **OBJECTIVES AND ACTIVITIES**

The principal activity is to operate the business of the Yorkshire Museum of Farming Limited, the objects of which are to preserve for the benefit of the Nation, agricultural machinery, equipment, buildings, documents and livestock of educational and historical interest and to maintain and operate a museum at Murton in the county of North Yorkshire for the purpose of exhibiting to the public such items of educational or historical interest. The museum is sited at Murton Park and the day by day management is supervised by a committee consisting of six trustees. In this they are assisted by the site director and the projects officer.

In order to comply with the stated objects of the company the exhibition areas, together with the area set aside for the reserve collection and the library, are subject to a carefully monitored environmental programme. All cloth items are removed from the unheated and uninsulated Four Seasons exhibition building in the winter and there is a regular cleaning and waxing programme for all wooden and metal exhibits. This is carried out by volunteers under the supervision of a trustee as is the cataloguing of exhibits. A team of volunteers also services and maintains all the working machinery.

All livestock on the site is looked after by our stockman and subject to regular veterinary inspection.

The company's income is derived primarily from two sources, admission fees and YMF Services Limited, a wholly owned subsidiary which provides catering and retail facilities to visitors and operates an educational programme which includes tours of the museum and a "living history" project centred on the conception of a dark ages village and a reconstructed roman fort named Brigantium.

The success of the museum could not be achieved without the efforts of the large and dedicated team of paid staff and volunteers.

#### **PUBLIC BENEFIT**

The Museum of Farming is a charity which exists, for the benefit of the public, to preserve agricultural machinery, equipment, buildings, documents and livestock of educational and historical interest. The museum believes that its work creates public value in all five categories noted within the current charity act – ie:

- Democratic value
- Cultural and creative value
- Educational value
- Social and community value
- Global value.

The activities in this report reflect the museum's commitment to best practice, and supporting the local cultural and educational infrastructure. By concentrating on the public benefit that the museum can bring, the museum will be better placed to meet the challenges and opportunities of the future – even in times of economic uncertainty.

The trustees confirm that they have complied with their duty to have due regard to the guidance on public benefit published by the Charity Commission in exercising their powers or duties.

**YORKSHIRE MUSEUM OF FARMING LIMITED**  
**REPORT OF THE BOARD OF TRUSTEES (continued)**

**ACHIEVEMENTS AND PERFORMANCE**

The Museum footfall was slightly down on 2016. However, we are now seeing an improvement in 2018.

The Santa Special again was a successful event.

Danelaw is continuing to improve, so a well done to Dave Thirlwall and his excellent team. I am sure Dave would tell us that with the current facilities they are almost at their capacity.

The Trustees thank all members of our staff.

**FINANCIAL REVIEW**

At the year end total funds of the company and its subsidiary, YMF Services Limited, were £813,557. Of this £8,231 has been designated to the Railway Fund, £533,324 held in the asset fund, of the balance £15,159 was YMF services fixed assets leaving £256,843 in free reserves.

**RESERVES POLICY**

The committee of management seeks sufficient cash reserves to fund the on-going maintenance of the museum. Reserves are needed as some sources of income could be vulnerable in the future. Having an appropriate level of reserves will allow an opportunity to secure alternative income sources. The committee of management consider an appropriate level of reserves to be 3 months recurring overhead expenditure on operations of the museum. This could enable work to continue whilst alternative sources of income are found. This is required to satisfy the objectives of the charity set out in the Memorandum of Association. Although levels are currently greater than this, various repairs have been held back and investment is now needed in the facilities at the museum.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing document**

Yorkshire Museum of Farming Limited is a company limited by guarantee and a registered charity governed by its Memorandum and Articles of Association.

**Recruitment, appointment, induction and training of management**

The Articles of Association provide that the committee shall consist of the following:-

- a. Such persons as shall be determined in writing by the subscribers to the Memorandum of Association or the majority of them;
- b. Two persons appointed by the partners of York Livestock Centre;
- c. Two persons appointed by the Yorkshire Folk Park Trust.

**YORKSHIRE MUSEUM OF FARMING LIMITED**  
**REPORT OF THE BOARD OF TRUSTEES (continued)**

**STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)**

The persons so appointed under paragraphs (b) and (c) shall not be subject to retirement by rotation.

The committee members to retire each year shall be those who have been the longest in office since their last election. A retiring member shall be eligible for re-election. The power of admitting members of the museum shall be exercisable by the committee. As part of the induction process they are given full information on the charity's activities.

Mr J B Morrell, Mr K T Pickford and Ms A Stewart retire by rotation.

Mr J B Morrell and Mr K T Pickford. Subject to their agreement they will be proposed to the Council for re-election at the Annual General Meeting on 26 June 2018.

**Organisational structure**

The trustees make strategic financial, budgeting and personnel decisions. They are assisted in their deliberations by the site director and site manager.

**Risk assessment**

The committee of management have an on-going process of reviewing the risks to which the charity is exposed, in particular those in relation to its operations and finances. Subsequent to this review systems have been put into place to mitigate exposure to major risks.

**PLANS FOR FUTURE PERIODS**

The future looks good for Danelaw with the first five months of 2018 having an invoice value of £129k.

Museum admissions to May are slightly down from last year, we are continuing with the audio guides as they provide valuable information for us as well as for our visitors.

We continue to improve and increase children's interest and activities around the museum with a new soft play area installed in the Four seasons building.

Maintenance continues around the site, with drainage being a major problem to address this summer.

**REFERENCE AND ADMINISTRATIVE INFORMATION**

<b>Charity name</b>	Yorkshire Museum of Farming
<b>Company number</b>	01522789
<b>Charity number</b>	510900
<b>Registered office</b>	Yorkshire Museum of Farming Murton Park Murton Lane York YO19 5UF

**YORKSHIRE MUSEUM OF FARMING LIMITED**  
**REPORT OF THE BOARD OF TRUSTEES (continued)**

**REFERENCE AND ADMINISTRATIVE INFORMATION (continued)**

**Advisors**

<b>Solicitors</b>	Cowling, Swift & Kitchin 8 Blake Street York YO1 1XJ	<b>Bankers</b>	Barclays Bank Plc 23 Yorkersgate Malton YO17 0GR
<b>Independent examiner</b>	J L Campbell FCCA BSc (Hons) MAAT JWPCreers LLP Genesis 5 Church Lane Heslington, York YO10 5DQ		

**Committee of management**

The persons who served as members of the committee of management during the year are as follows:-

Mr P J Draper	(appointed 26 June 2002)
Mr J C Hopwood	(appointed 1 June 2004)
Mr J B Morrell	(appointed 25 October 1992) (Morrell Trust Representative)
Mr K T Pickford	(appointed 17 March 1993)
Mr J Sawkill	(appointed 26 June 2002)
Mr J F Stephenson	(appointed 25 October 1992) (York Livestock Centre appointee)
Mr D J Wilde	(appointed 16 June 2009)
Mr A Trezise	(appointed 17 June 2013)
Ms A Stewart	(appointed 29 October 2013)
Mrs J C Drewniak	(appointed 13 October 2015)
Captain RN M A James	(appointed 11 October 2016)

**Trustees' responsibilities in relation to the financial statements**

The charity trustees (who are also the directors of the Yorkshire Museum of Farming Limited for the purposes of company law) are responsible for preparing a trustees' report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the group and of the income and expenditure, of the charitable group for that period. In preparing the financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2015 (FRS 102);
- 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

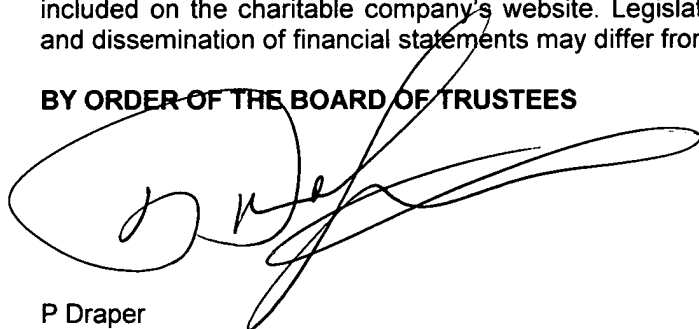
**YORKSHIRE MUSEUM OF FARMING LIMITED**

**REPORT OF THE BOARD OF TRUSTEES (continued)**

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and the group and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

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.

**BY ORDER OF THE BOARD OF TRUSTEES**

A large, stylized handwritten signature in black ink, likely belonging to P Draper, is written over the text 'BY ORDER OF THE BOARD OF TRUSTEES'.

P Draper  
Member of Committee of Management  
Murton Park  
Murton Lane  
YORK  
YO19 5UF

26 June 2018

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF  
YORKSHIRE MUSEUM OF FARMING LIMITED**

I report to the charity trustees on my examination of the accounts of the company for the year ended 31 December 2017 which comprise the consolidated statement of financial activities, the consolidated balance sheet, the charity balance sheet, consolidated and entity only cash flow and related notes.

**Responsibilities and basis of report**

As the charity trustees of the company (and also its directors 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 under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company'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.

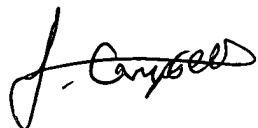
**Independent examiner's statement**

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of ACCA, which is one of the listed bodies.

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 company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. 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
4. 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 (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 accounts to be reached.



J L Campbell FCCA BSc (Hons) MAAT  
JWPCreers LLP  
Chartered Accountants  
Genesis 5  
Church Lane  
Heslington  
York  
YO10 5DQ

26 June 2018



**YORKSHIRE MUSEUM OF FARMING LIMITED**

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE  
ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2017**

<b>INCOME</b>	<b>Note</b>	<b>Unrestricted funds £</b>	<b>Restricted funds £</b>	<b>Total 2017 £</b>	<b>Unrestricted &amp; Total 2016 £</b>
<b>Donations and legacies</b>					
Donations	2	10,759	8,557	19,316	53,864
<b>Investments</b>		596	-	596	344
<b>Other trading activities</b>					
Trading subsidiary	4	349,140	-	349,140	353,772
Trading activities	5	5,103	-	5,103	4,685
<b>Charitable activities</b>					
Admission fees		33,348	-	33,348	32,751
Gift aid		1,032	-	1,032	1,389
<b>Other income</b>	3	-	-	-	541
<b>Total income</b>		<u>399,978</u>	<u>8,557</u>	<u>408,535</u>	<u>447,346</u>
<b>EXPENDITURE</b>					
<b>Raising funds</b>					
Trading subsidiary	4	311,230	-	311,230	300,766
Trading activities	5	2,489	-	2,489	2,401
Advertising		3,468	-	3,468	1,705
Charitable activities	6	68,385	-	68,385	66,683
<b>Total expenditure</b>		<u>385,572</u>	<u>-</u>	<u>385,572</u>	<u>371,555</u>
<b>Net income for the year</b>		<b>14,406</b>	<b>8,557</b>	<b>22,963</b>	<b>75,791</b>
Transfers		8,557	(8,557)	-	-
Tax on profit on ordinary activities	4	(104)	-	(104)	(55)
<b>Net Income after tax</b>		<u><b>22,859</b></u>	<u><b>-</b></u>	<u><b>22,859</b></u>	<u><b>75,736</b></u>
Reconciliation of funds:					
Total funds brought forward		<u>790,698</u>	<u>-</u>	<u>790,698</u>	<u>714,962</u>
Total funds carried forward		<u><u>813,557</u></u>	<u><u>-</u></u>	<u><u>813,557</u></u>	<u><u>790,698</u></u>

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

**YORKSHIRE MUSEUM OF FARMING LIMITED**

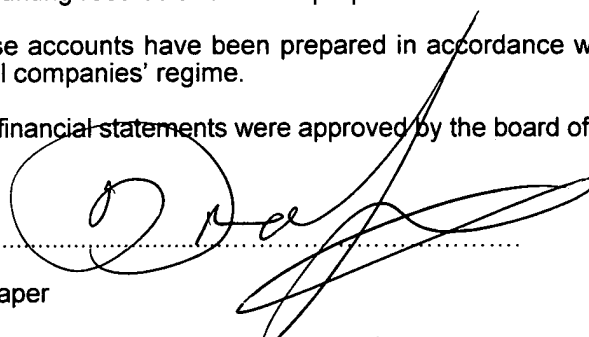
**CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2017**

	Note	31 December 2017	2016
		£	£
<b>FIXED ASSETS</b>			
Tangible assets	11	147,436	164,382
Heritage assets	12	401,047	401,047
<b>CURRENT ASSETS</b>			
Stock	14	5,063	5,452
Debtors	15	18,507	14,901
Cash at bank and in hand		308,306	269,121
		<u>331,876</u>	<u>289,474</u>
<b>CREDITORS: Amounts due within one year</b>	16	(67,326)	(63,523)
<b>NET CURRENT ASSETS</b>		<u>264,550</u>	<u>225,951</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>813,033</u>	<u>791,380</u>
<b>CREDITORS: Amounts due after one year</b>	17	(210)	(560)
<b>PROVISION FOR LIABILITIES</b>			
Deferred taxation	19	734	(122)
<b>TOTAL NET ASSETS</b>		<u>813,557</u>	<u>790,698</u>
<b>THE FUNDS OF THE CHARITY</b>			
Unrestricted funds	21		
Designated funds		541,645	6,460
General reserve		259,515	771,737
Non-charitable trading funds	4	12,397	12,501
<b>TOTAL CHARITY FUNDS</b>		<u>813,557</u>	<u>790,698</u>

For the year ended 31 December 2017 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies. No members have required the company to obtain an audit of its accounts for the year ended 31 December 2017 in accordance with section 476 of the Companies Act 2006. The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for 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 were approved by the board of trustees on 26 June 2018 and signed on their behalf by:



P Draper

For and on behalf of the committee of management  
Company registration number: 01522789

**YORKSHIRE MUSEUM OF FARMING LIMITED**  
**BALANCE SHEET AS AT 31 DECEMBER 2017**

	Note	31 December 2017	2016
		£	£
<b>FIXED ASSETS</b>			
Tangible assets	11	132,277	143,272
Heritage assets	12	401,047	401,047
Investments	13	2	2
		<hr/>	<hr/>
		533,326	544,321
<b>CURRENT ASSETS</b>			
Debtors	15	37,851	52,731
Cash at bank and in hand		234,522	183,352
		<hr/>	<hr/>
		272,373	236,083
<b>CREDITORS: Amounts due within one year</b>	16	(4,539)	(2,207)
		<hr/>	<hr/>
<b>NET CURRENT ASSETS</b>		267,834	233,876
		<hr/>	<hr/>
<b>TOTAL NET ASSETS</b>		801,160	778,197
		<hr/>	<hr/>
<b>THE FUNDS OF THE CHARITY</b>			
Unrestricted funds	21		
Designated funds		541,645	6,460
General funds		259,515	771,737
		<hr/>	<hr/>
<b>TOTAL CHARITY FUNDS</b>		801,160	778,197
		<hr/>	<hr/>

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.....  
P Draper

For and on behalf of the committee of management  
Company registration number: 01522789

**YORKSHIRE MUSEUM OF FARMING LIMITED**

**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2017**

	Notes	2017 £	2016 £
<b>Cash flows from operating activities:</b>			
Net cash generated by (used in) operating activities	1	38,589	92,092
<b>Cash flows from investing activities:</b>			
Proceeds from the sale of fixed assets		-	3,500
Purchase of fixed assets		-	(61,799)
Interest from investments		596	344
		<hr/>	<hr/>
Net cash inflow/(outflow)		39,185	34,137
		<hr/>	<hr/>
Cash and cash equivalents at 1 January 2017		269,121	234,984
		<hr/>	<hr/>
Cash and cash equivalents at 31 December 2017	2	308,306	269,121
		<hr/>	<hr/>

**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT**

**1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	2017 £	2016 £
<b>Net income/(expenditure) after investments</b>	22,737	75,791
Adjustments for:		
Depreciation charges	16,946	19,215
Profit on disposal	-	(2,575)
(Increase)/decrease in stocks	389	(304)
(Increase)/decrease in debtors	(3,606)	(2,663)
Increase/(decrease) in creditors	2,719	2,972
Interest from investments	(596)	(344)
	<hr/>	<hr/>
Net cash generated by (used in) operating activities	38,589	92,092
	<hr/>	<hr/>

**2. ANALYSIS OF CASH AND CASH EQUIVALENTS**

	2017 £	2016 £
Cash in hand	308,306	269,121
	<hr/>	<hr/>

**YORKSHIRE MUSEUM OF FARMING LIMITED**

**ENTITY ONLY CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2017**

	Notes	2017 £	2016 £
<b>Cash flows from operating activities:</b>			
Net cash generated by (used in) operating activities	1	50,574	94,867
<b>Cash flows from investing activities:</b>			
Proceeds from the sale fixed assets		-	-
Purchase of fixed assets		-	(50,000)
Interest from investments		596	344
		<hr/>	<hr/>
Net cash inflow/(outflow)		51,170	45,211
		<hr/>	<hr/>
Cash and cash equivalents at 1 January 2017		183,352	138,141
		<hr/>	<hr/>
Cash and cash equivalents at 31 December 2017	2	234,522	183,352
		<hr/>	<hr/>

**ENTITY ONLY NOTES TO THE CASH FLOW STATEMENT**

**1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	2017 £	2016 £
<b>Net income/(expenditure) after investments</b>	22,964	75,791
Adjustments for:		
Depreciation charges	10,995	10,995
(Increase)/decrease in debtors	14,880	9,580
Increase/(decrease) in creditors	2,331	(1,155)
Interest from investments	(596)	(344)
	<hr/>	<hr/>
Net cash generated by (used in) operating activities	50,574	94,867
	<hr/>	<hr/>

**2. ANALYSIS OF CASH AND CASH EQUIVALENTS**

	2017 £	2016 £
Cash in hand	234,522	183,352
	<hr/>	<hr/>

**YORKSHIRE MUSEUM OF FARMING LIMITED**

**NOTES TO THE ACCOUNTS - 31 DECEMBER 2017**

**1. ACCOUNTING POLICIES**

**BASIS OF ACCOUNTING**

**Basis of preparation**

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 – (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Yorkshire Museum Of Farming Limited 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 note(s).

**GROUP FINANCIAL STATEMENTS**

These accounts consolidate the results of the charity and its wholly owned subsidiary YMF Services Limited on a line by line basis. A separate statement of financial activities for the museum itself is not presented because it has taken advantage of the exemptions afforded by section 408 of the Companies Act 2006, and paragraph 397 of the SORP.

**INCOME**

All income is included in the statement of financial activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

No amounts are included in the accounts for services donated by volunteers.

**EXPENDITURE**

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to that category.

Charitable expenditure comprises those costs incurred by the charity in pursuit of its charitable object.

**HIRE PURCHASE AGREEMENTS**

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged as an expense on a straight line basis.

**TANGIBLE FIXED ASSETS**

Individual fixed assets costing £1,000 or more are capitalised at cost.

Depreciation of tangible fixed assets is provided to write off those assets over their expected useful lives. The following annual rates have been applied:-

	Method	Rate
Displays and graphic display panels	straight line	15%
Plant and improvements	straight line	20%
Leasehold improvements	straight line	2%
Catering equipment	straight line	15%
Motor vehicles	straight line	33%

**YORKSHIRE MUSEUM OF FARMING LIMITED**

**NOTES TO THE ACCOUNTS - 31 DECEMBER 2017 (continued)**

**1. ACCOUNTING POLICIES (continued)**

**HERITAGE ASSETS**

The original cost of the museum collection cannot be established. The collection was initially included in the accounts in the year ended 31 December 2012 at replacement cost for insurance purposes.

Acquisitions are made by purchase or donation. Purchases since 31 December 2012 have been recorded at cost and donations are recorded at current value as determined by the trustees.

Depreciation is not charged on heritage assets which have an indefinite useful life.

**OPERATING LEASE**

Rentals applicable to operating leases where substantially all the benefits and risks of ownership remain with the leaser are charged against profits on a straight line basis over the period of the lease.

**FUND ACCOUNTING**

Funds held by the charity are either:

Unrestricted general funds – these are funds which can be used in accordance with charitable objects at the discretion of the trustees.

Designated funds – these are funds which the trustees have set aside for a particular purpose.

Restricted funds – these are funds that can only be used for particular restricted purposes within the objects of the charity. Resolutions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanations of the nature and purpose of each fund is included in the notes to the accounts.

**STOCKS**

Stock is valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving items.

**TAXATION**

As a registered charity, the company benefits from business rates tax relief, and is generally exempt from income tax, capital gains tax and corporation tax.

Deferred taxation arising in the subsidiary undertaking is provided using the liability method to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences.

Unrecognised deferred tax assets arising on the trading losses of the subsidiary undertaking are reassessed at each balance sheet date and are recognised to the extent that it becomes probable that future profits will allow the deferred tax asset to be recovered.

**LEGAL STATUS OF THE CHARITY**

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1.

**YORKSHIRE MUSEUM OF FARMING LIMITED**

**NOTES TO THE ACCOUNTS - 31 DECEMBER 2017 (continued)**

**2. DONATIONS AND LEGACIES**

	Unrestricted 2017 £	Restricted 2017 £	Total 2017 £	Total 2016 £
Other donations	10,759	8,557	19,316	3,464
Donated assets	-	-	-	50,400
	<u>10,759</u>	<u>8,557</u>	<u>19,316</u>	<u>53,864</u>

**3. OTHER INCOME**

	Unrestricted 2017 £	2016 £
Sundry sales	-	541
	<u>-</u>	<u>541</u>



**YORKSHIRE MUSEUM OF FARMING LIMITED**

**NOTES TO THE ACCOUNTS - 31 DECEMBER 2017 (continued)**

**4. NET INCOME FROM TRADING SUBSIDIARY**

The company holds 100% of the ordinary share capital of YMF Services Limited, a company incorporated in England. YMF Services Limited provides retail and catering facilities for visitors to the farming museum and an educational programme, operated by Danelaw. The company covenants its distributable income to Yorkshire Museum of Farming Limited. A summary of its trading results is shown below:

	2017 £	2016 £
Shop and cafe sales	18,052	20,206
Danelaw income	284,483	282,066
Santa Special income	41,755	43,332
Sundry income	4,804	5,449
	<hr/>	<hr/>
	349,094	351,053
Cost of sales	197,096	198,356
	<hr/>	<hr/>
Gross profit	151,998	152,697
Expenses	122,134	110,410
	<hr/>	<hr/>
Net profit	29,864	42,287
Income from group undertaking	8,557	-
Income from other fixed assets investments	-	2,575
Other interest receivable and similar expenses	46	144
Taxation	(104)	(55)
Amount covenanted to parent	(38,467)	(45,006)
	<hr/>	<hr/>
Reduction in subsidiary's reserves	(104)	(55)
<b>Consolidation adjustments</b>		
Intercompany transactions		
Rent	8,000	8,000
Deed of covenant	38,467	45,006
Grant from Yorkshire Museum of Farming	(8,557)	-
	<hr/>	<hr/>
	37,910	53,006
	<hr/>	<hr/>
Net profit from trading subsidiary	37,806	52,591
	<hr/>	<hr/>

**YORKSHIRE MUSEUM OF FARMING LIMITED**

**NOTES TO THE ACCOUNTS - 31 DECEMBER 2017 (continued)**

**4. NET INCOME FROM TRADING SUBSIDIARY - continued**

The assets and liabilities of the subsidiary were:	2017 £	2016 £
Fixed assets	15,159	21,110
Current assets	93,803	104,632
Creditors: Amounts falling due within one year	(97,089)	(112,559)
Creditors: Amounts falling due after more than one year	(210)	(560)
Provisions: Deferred taxation liability	734	(122)
	<hr/>	<hr/>
Total net assets	12,397	12,501
	<hr/>	<hr/>
Share capital	2	2
Profit and loss account	12,395	12,499
	<hr/>	<hr/>

**5. TRADING ACTIVITIES**

	Unrestricted 2017 £	Unrestricted & Total 2016 £
Room hire/functions	1,910	3,300
Café rent	2,784	1,220
Livestock income	409	165
	<hr/>	<hr/>
	5,103	4,685
Livestock expenses	(2,489)	(2,401)
	<hr/>	<hr/>
Net profit	2,614	2,284
	<hr/>	<hr/>

**6. CHARITABLE ACTIVITIES**

	Unrestricted funds £	Total 2017 £	Unrestricted & Total 2016 £
Salaries	20,070	20,070	17,290
Building costs - rates	2,986	2,986	1,079
- light and heat	-	-	1,438
Equipment	3,072	3,072	-
Repairs and maintenance	24,734	24,734	26,807
Subscriptions	621	621	640
Special events expenditure	780	780	-
Depreciation	10,995	10,995	10,995
Support costs (note 7)	5,127	5,127	8,434
	<hr/>	<hr/>	<hr/>
	68,385	68,385	66,683
	<hr/>	<hr/>	<hr/>

**YORKSHIRE MUSEUM OF FARMING LIMITED**

**NOTES TO THE ACCOUNTS - 31 DECEMBER 2017 (continued)**

**7. SUPPORT COSTS**

	Note	Unrestricted funds £	Total 2017 £	Unrestricted & Total 2016 £
Training		50	50	-
Telephone and postage		-	-	212
Legal and professional		528	528	180
Bank interest and charges		386	386	355
Motor and travelling expenses		1,612	1,612	592
Printing and stationery		-	-	185
Computer equipment and software		300	300	38
Sundry expenses		332	332	637
Insurance		-	-	3,010
Archiving costs		7	7	21
Cleaning and laundry		23	23	1,091
Accountancy fees	8	1,889	1,889	2,113
		<u>5,127</u>	<u>5,127</u>	<u>8,434</u>

**8. ACCOUNTANCY FEES**

Independent examination fees (including VAT)	1,889	2,113
	<u>1,889</u>	<u>2,113</u>

**9. STAFF COSTS AND TRUSTEES REMUNERATION**

Personnel costs during the year amounted to:

	2017		2016	
	Group £	Company £	Group £	Company £
Wages and salaries	185,158	19,272	173,442	16,780
Social security costs	7,713	700	8,481	510
Pension	1,363	98	-	-
	<u>194,234</u>	<u>20,070</u>	<u>181,923</u>	<u>17,290</u>

No employee earned more than £60,000 per annum (2016: none).

Peter Draper, a member of the committee of management was paid £4,624 (2016: £3,974) by YMF Services, the wholly owned trading subsidiary of the charity for day to day on site management and supervision at the museum. The charity has received Charity Commission approval for the payments following a change in the charity's governing documents to permit the payment under the Charity's constitution.

None of the other members of the committee of management or any person connected with them received any remuneration from the charity or none of the committee of management received any reimbursement of expenses.

**YORKSHIRE MUSEUM OF FARMING LIMITED**

**NOTES TO THE ACCOUNTS - 31 DECEMBER 2017 (continued)**

**10. STAFF NUMBERS**

The average number of employees during the year was:

	2017		2016	
	Group	Company	Group	Company
Museum	3	3	3	3
Danelaw	15	-	11	-
Catering and retail	-	-	1	-
Administration	3	-	3	-
	<u>21</u>	<u>3</u>	<u>18</u>	<u>3</u>

**11. TANGIBLE FIXED ASSETS**

<b>GROUP</b>	Leasehold Improvements £	Catering equipment £	Display panels £	Plant and equipment £	Motor vehicles £	Total £
Cost:						
At 1 January 2017	330,606	4,312	121,415	139,738	14,299	610,370
Additions	-	-	-	1,500	-	1,500
Disposals	-	-	-	-	-	-
	<u>330,606</u>	<u>4,312</u>	<u>121,415</u>	<u>141,238</u>	<u>14,299</u>	<u>611,870</u>
At 31 December 2017	330,606	4,312	121,415	141,238	14,299	611,870
Depreciation:						
At 1 January 2017	197,151	4,312	115,440	123,665	5,420	445,988
Charge for the year	6,563	-	2,241	5,748	3,894	18,446
Disposals	-	-	-	-	-	-
	<u>203,714</u>	<u>4,312</u>	<u>117,681</u>	<u>129,413</u>	<u>9,314</u>	<u>464,434</u>
At 31 December 2017	203,714	4,312	117,681	129,413	9,314	464,434
Net book value at 31 December 2017	<u>126,892</u>	<u>-</u>	<u>3,734</u>	<u>11,825</u>	<u>4,985</u>	<u>147,436</u>
Net book value at 31 December 2016	<u>133,455</u>	<u>-</u>	<u>5,975</u>	<u>16,073</u>	<u>8,879</u>	<u>164,382</u>

The net book value at 31 December 2017 represents fixed assets used for:

Direct charitable	
Other purposes:	132,277
Trading	15,159
	<u>147,436</u>

**Hire purchase agreements**

Included within the net book value of £147,436 is £nil (2016: £nil) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £nil (2016: £1,750).

**YORKSHIRE MUSEUM OF FARMING LIMITED**

**NOTES TO THE ACCOUNTS - 31 DECEMBER 2017 (continued)**

**11. TANGIBLE FIXED ASSETS (continued)**

<b>COMPANY</b>	<b>Leasehold improvements £</b>	<b>Display panels £</b>	<b>Plant and equipment £</b>	<b>Total £</b>
Cost				
At 1 January 2017	330,606	121,415	99,974	551,995
Additions	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2017	330,606	121,415	99,974	551,995
	<hr/>	<hr/>	<hr/>	<hr/>
Depreciation				
At 1 January 2017	197,151	115,440	96,132	408,723
Charge for year	6,563	2,241	2,191	10,995
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2017	203,714	117,681	98,323	419,718
	<hr/>	<hr/>	<hr/>	<hr/>
Net book value 31 December 2017	126,892	3,734	1,651	132,277
	<hr/>	<hr/>	<hr/>	<hr/>
Net book value 31 December 2016	133,455	5,975	3,842	143,272
	<hr/>	<hr/>	<hr/>	<hr/>

**12. HERITAGE ASSETS**

	<b>Collection £</b>
<b>Cost or valuation</b>	
At 1 January 2017	401,047
Additions	-
	<hr/>
At 31 December 2017	401,047
	<hr/>

Heritage assets acquired prior to 1 January 2012 have been included at replacement value of £351,047 for insurance purposes at that date. Subsequent additions have and will be capitalised at cost or valuation.

Five year financial summary of heritage asset transactions: -

	<b>2017 £</b>	<b>2016 £</b>	<b>2015 £</b>	<b>2014 £</b>	<b>2013 £</b>
<b>Additions:</b>					
Donation in kind	-	50,000	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

**13. INVESTMENTS**

	<b>2017</b>		<b>2016</b>	
	<b>Group £</b>	<b>Company £</b>	<b>Group £</b>	<b>Company £</b>
Shares in subsidiary – at cost	-	2	-	2
	<hr/>	<hr/>	<hr/>	<hr/>

**YORKSHIRE MUSEUM OF FARMING LIMITED**

**NOTES TO THE ACCOUNTS - 31 DECEMBER 2017 (continued)**

		2017		2016	
	Group	Company	Group	Company	
	£	£	£	£	
<b>14. STOCKS</b>					
Goods for resale	5,063	-	5,452	-	
	<u>5,063</u>	<u>-</u>	<u>5,452</u>	<u>-</u>	
<b>15. DEBTORS</b>					
	Group	Company	Group	Company	
	£	£	£	£	
Trade debtors	6,903	-	5,930	-	
Other debtors	1,032	1,032	-	-	
Prepayments	10,572	2,518	8,971	1,490	
Amounts due from - group undertakings	-	34,301	-	51,241	
	<u>18,507</u>	<u>37,851</u>	<u>14,901</u>	<u>52,731</u>	
	<u>18,507</u>	<u>37,851</u>	<u>14,901</u>	<u>52,731</u>	
<b>16. CREDITORS</b>					
	Group	Company	Group	Company	
	£	£	£	£	
Amounts due within one year					
Trade creditors	10,691	2,061	11,490	217	
Other taxes and social security costs	7,496	-	13,009	-	
Corporation tax	960	-	626	-	
Amount owed to connected parties	24,668	-	15,280	-	
Hire purchase agreements	-	-	-	-	
Accruals	6,653	2,478	5,478	1,990	
Deferred income (note 18)	16,858	-	17,640	-	
	<u>67,326</u>	<u>4,539</u>	<u>63,523</u>	<u>2,207</u>	
	<u>67,326</u>	<u>4,539</u>	<u>63,523</u>	<u>2,207</u>	
<b>17. CREDITORS</b>					
	Group	Company	Group	Company	
	£	£	£	£	
Amounts due after one year					
Deferred income (note 18)	210	-	560	-	
	<u>210</u>	<u>-</u>	<u>560</u>	<u>-</u>	
	<u>210</u>	<u>-</u>	<u>560</u>	<u>-</u>	

**YORKSHIRE MUSEUM OF FARMING LIMITED**

**NOTES TO THE ACCOUNTS - 31 DECEMBER 2017 (continued)**

	2017		2016	
	Group £	Company £	Group £	Company £
<b>18. DEFERRED INCOME</b>				
Balance at 1 January 2017	18,200	-	17,710	-
Amounts released to income	(17,990)	-	(17,080)	-
Amount deferred in period	16,858	-	17,570	-
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Balance at 31 December 2017	17,068	-	18,200	-
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

Deferred income relates to deposits received in advance. Included in the total, £210 (2016: £560) relates to amount due over 1 year.

**19. DEFERRED TAXATION**

The movement in the deferred taxation provision arising in the subsidiary undertaking during the year was:

	Unrestricted 2017 £	Unrestricted 2016 £
Provision brought forward	122	693
Profit and loss account movement arising during the year	(856)	(571)
	<u>          </u>	<u>          </u>
Provision carried forward	<u>(734)</u>	<u>122</u>

The provision for deferred taxation consists of the tax effect of timing differences in respect of:

	2017 Provided £	2016 Provided £
Excess of taxation allowances over depreciation on fixed assets	(734)	122
	<u>          </u>	<u>          </u>
	<u>(734)</u>	<u>122</u>

**20. COMMITMENTS UNDER OPERATING LEASES**

At 31 December 2017 the group had aggregate total commitments under non-cancellable operating leases as set out below.

	2017		2016	
	Group £	Company £	Group £	Company £
Operating leases:				
Within 1 year	1,108	-	1,205	-
Within 2 to 5 years	4,157	-	1,443	-
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
	5,265	-	2,648	-
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

**YORKSHIRE MUSEUM OF FARMING LIMITED**

**NOTES TO THE ACCOUNTS - 31 DECEMBER 2017 (continued)**

**21. UNRESTRICTED FUNDS**

	Balance 01.01.17 £	Movement in Income £	Expenditure £	Transfers £	Tax £	Balance 31.12.17 £
Designated funds						
Railway fund	6,460	-	6,426	8,287	-	8,321
Fixed Asset Fund	-	-	-	533,324	-	533,324
General reserve	771,737	59,395	67,916	(503,701)	-	259,515
Non-charitable trading funds	12,501	349,140	311,230	(37,910)	(104)	12,397
	<u>790,698</u>	<u>408,535</u>	<u>385,572</u>	<u>-</u>	<u>(104)</u>	<u>813,557</u>

All designated funds can be used at the discretion of committee of management for any of the charitable objectives of the charity. The committee of management have allocated funds, in the Railway Fund, towards the refurbishment of the railway. This designation is subject to the overall needs of the charity.

The fixed asset fund represents all the tangible fixed assets and heritage assets held by the charity.

The general reserve fund represents those funds which are unrestricted and not designated for other purposes.

**Transfers**

General from non-charitable trade (gift aid, inter co transactions)	£37,910
General to railway fund (allocation to railway fund)	£8,287
General to fixed asset fund (represent all the charity's fixed assets)	£533,324

	Balance 01.01.16 £	Movement in Income £	Expenditure £	Transfers £	Balance 31.12.16 £
Designated funds					
Railway fund	8,912	-	10,452	8,000	6,460
General reserve	693,494	93,574	60,337	45,006	771,737
Non-charitable trading funds	12,556	353,772	300,821	(53,006)	12,501
	<u>714,962</u>	<u>447,346</u>	<u>371,610</u>	<u>-</u>	<u>790,698</u>

**22. RESTRICTED FUNDS**

	Balance 01.01.17 £	Income £	Expenditure £	Transfers £	Balance 31.12.17 £
Boathouse fund	-	5,000	5,000	-	-
Lighting fund	-	3,557	3,557	-	-
	<u>-</u>	<u>8,557</u>	<u>8,557</u>	<u>-</u>	<u>-</u>

Boathouse fund – funds have been given towards the repairs of the boathouse.

Lighting fund – funds have been given towards LED lighting.



**YORKSHIRE MUSEUM OF FARMING LIMITED**

**NOTES TO THE ACCOUNTS - 31 DECEMBER 2017 (continued)**

**23. RELATED PARTY TRANSACTIONS**

During the year the company and trading subsidiary undertook the following transactions with companies with whom they have common directors, at normal market value:-

Director	Company	Nature of transactions	Amount of transaction	
J F Stephenson	Stephenson & Son	Expenditure	£781	(2016: £122)
A J Trezise	Lifestyle Property Developments Limited	Expenditure	£16,953	(2016: £20,100)

York Auction Centre owns the land and premises where the charity is based, rent is charged to the charity on a peppercorn basis. At 31 December 2017 amounts totalling £nil (2016: £180) were shown as owing to the York Auction Centre by the group.

Stephenson & Son act as a wages bureau on behalf of the group. At 31 December 2017 amounts totalling £229 (2016: £15,280) were shown as owing to Stephenson & Son by the group.

A J Trezise is a director of Yorkshire Museum of Farming, at 31 December 2017 amounts totalling £nil (2016: £nil) were shown as owing by Yorkshire Museum of Farming to Lifestyle Property Developments Limited a company in which A J Trezise is also a director. Included in group prepayments is £nil (2016: £1,080) for Lifestyle Property Developments Limited.

**24. OTHER FINANCIAL COMMITMENTS**

The company's land and property is subject to a 99 year operating lease, dated 1982. The terms of this lease are that a peppercorn rent is payable for the first 25 years and, thereafter, rent will be payable at open market value. Following the end of the initial 25 year period rent continues to be charged on a peppercorn basis at the discretion of the York Auction Centre.

**25. RESULTS OF YORKSHIRE MUSEUM OF FARMING LIMITED**

The amount of the surplus for the year dealt with in the accounts of the museum is £22,963 (2016 surplus of £75,791). The museum has not presented its own profit and loss account as permitted by Section 408 of the Companies Act.