

REGISTERED COMPANY NUMBER: 2790922 (England and Wales)
REGISTERED CHARITY NUMBER: 1019005

**Report of the Trustees and
Audited Financial Statements for the Year Ended 31st March 2015
for
Portsmouth Historic Dockyard**

WEDNESDAY



A4MDILXT

A10

16/12/2015

#163

COMPANIES HOUSE

Sheen Stickland
Chartered Accountants
Statutory Auditors
7 East Pallant
Chichester
West Sussex
PO19 1TR

Portsmouth Historic Dockyard

**Contents of the Financial Statements
for the Year Ended 31st March 2015**

	Page
Report of the Trustees	1 to 6
Report of the Independent Auditors	7 to 8
Statement of Financial Activities	9
Balance Sheet	10
Notes to the Financial Statements	11 to 18
Detailed Statement of Financial Activities	19 to 20

Portsmouth Historic Dockyard

Report of the Trustees for the Year Ended 31st March 2015

The Trustees of Portsmouth Historic Dockyard (PHD), who are also Directors of the Charity for the purposes of the Companies Act and who served during the year and up to the date of this report, submit their Annual Report and the audited Financial Statements for the year ended 31 March 2015. In preparing this Annual Report and Financial Statements, which complies with statutory requirements and the governing document, the Trustees have:

- Taken account of the Charity Commission's guidance 'Charities and Public Benefit' (September 2013) and especially when reviewing aims, activities and present and future objectives.
- Adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' (March 2005).

This annual review considers what we have achieved in the last 12 months, and looks forward to the future arrangements for the PHD. It covers every key area, particularly in relation to the benefits we bring to the public and to the partner organisations who also benefit the public and to which we in turn are committed as part of our main purposes. The review process ensures that our aims, objectives and activities properly reflect and complement our stated purposes and in so doing, that we comply with both Charity Commission guidance on public benefit and statutory procedures on financial accounting. In signing off this review our Trustees have specifically considered these aspects.

REFERENCE AND ADMINISTRATIVE DETAILS

REGISTERED COMPANY NUMBER: 2790922 (England and Wales)

REGISTERED CHARITY NUMBER: 1019005

REGISTERED OFFICE: Porters Lodge
College Road
HM Naval Base
Portsmouth
PO1 3LJ

PRINCIPAL ADDRESS: H M Naval Base PP66
Portsmouth
Hampshire
PO1 3NH

TRUSTEES: Ms Sunny Crouch OBE DBA Hon (Chairman)
Cdr RN Retired Timothy Ash - appointed 01/04/2014
Mrs Jane Dean - resigned 30/11/2014
Mr Peter Goodship
Mr Robert Lapraik
Ms Carol Marlow - appointed 02/04/2014
- resigned 30/11/2014
Mr Robert Norman
Professor Dominic Tweddle

AUDIT COMMITTEE: Mr Robert Norman (Chair)
Cdr Timothy Ash
Mr Robert Lapraik

COMPANY SECRETARY: Blakelaw Secretaries Limited - resigned 12/01/2015
Harbour Court, Compass Road, North Harbour,
Portsmouth, Hampshire, PO6 4ST

AUDITORS: Sheen Stickland
7 East Pallant, Chichester, West Sussex, PO19 1TR

ACCOUNTANTS: Sheen Stickland
7 East Pallant, Chichester, West Sussex, PO19 1TR

BANKERS: Barclays Bank Plc,
107 Commercial Road, Portsmouth, Hampshire, PO1 1BT

Portsmouth Historic Dockyard

Report of the Trustees for the Year Ended 31st March 2015

REFERENCE AND ADMINISTRATIVE DETAILS

SOLICITORS:

Blake Laphorn,
Harbour Court, Compass Road, North Harbour,
Portsmouth, Hampshire, PO6 4ST, and

Bates Wells & Braithwaite London LLP,
2-6 Cannon Street, London, EC4M 6YH

STRUCTURE, GOVERNANCE AND MANAGEMENT

Administrative Information

The Trust is a company limited by guarantee incorporated on 11 February 1993 and is a registered Charity. The Trustees, officers and professional advisers are as listed.

Governing documents

The Trust is governed by its Memorandum and Articles of Association, amended 11 February 2005 and by a Members Legal Agreement dated 10 March 1993 and subsequently updated on 19 February 1998 and 22 February 2005. The Members Legal Agreement officially expired on 15 February 2010, but the Members have unanimously agreed that it should continue in force until at least 31 March 2013, under its existing terms and with no change, save that MOD withdrew from the Agreement with effect from 1 April 2011 and NMRN assumed responsibility for the visitor function of HMS Victory, including liability for the Victory elements of the PHD budget and receipt of the Victory proportion of the ticket income. These documents identify the main purposes of the Trust which are to provide benefit to the public either directly or indirectly by supporting its partners.

The governing body is the Board of Trustees, who are also members of the company and must comprise four or more in number. Each member of the Trust has the right to appoint one of its directors, officers or Trustees. None of the Trustees has any beneficial interest in the company.

The following charities are all constituent members of Portsmouth Historic Dockyard and operate within HM Naval Base, Portsmouth:

Portsmouth Naval Base Property Trust
The Mary Rose Trust
The Royal Naval Museum Portsmouth
The Warrior Preservation Trust Limited

Board of Trustees

Trustees

The Trustees must number four or more; each member of the Trust has the right to appoint one of its directors, officers or Trustees. None of the Trustees has any beneficial interest in the company.

The Board meets every two months and is comprised of an Independent Chairman, three Independent Directors and four senior executives, one from each of the Partner organisations. The Board is responsible for both determining policy and objectives, as well as overseeing the detailed operational and financial management of the Trust.

The following acted as Trustees during the year:

Sunny Crouch, OBE DBA Hon (Chairman)
Jane Dean
Carol Marlow
Robert Norman
Timothy Ash
Peter Goodship
Robert Lapraik
Dominic Tweddle

Details of the transactions between PHD and its connected charities are disclosed in the notes to the financial statements.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Trustees ensure the distinct and legal responsibilities and charitable objects of Portsmouth Historic Dockyard are fulfilled. The day to day operation of the charitable company within that framework is delegated to the Chief Executive.

The Trustees determined that the charitable undertakings managed and operated by it could be more conveniently and efficiently managed and operated by the National Museum of the Royal Navy and therefore the company would best achieve its charitable objects by transferring those undertakings to the National Museum of the Royal Navy. This transfer of Portsmouth Historic Dockyard undertaking, as a going concern, took place on 1 December 2014 and included full title guarantee, free from all liens, charges and encumbrances, and all assets. From that date, the National Museum of the Royal Navy has operated the undertaking and shall continue to operate it. The charitable company ceased trading on this date.

Related parties

The related parties of Portsmouth Historic Dockyard are disclosed in note 18 to the accounts.

PURPOSES, AIMS, ACTIVITIES AND PUBLIC BENEFIT

Purposes

Our full purposes are as set out in the objects contained in the Company Memorandum & Articles of Association; in summary they are:

- For the benefit of the public and for the purposes of educating the public, to promote and assist in the display, understanding and enjoyment by the public of the ships, buildings, land and docks in the Historic Dockyard at HM Naval Base, Portsmouth.
- To encourage, foster, assist and promote the fulfilment by member/partner trusts and organisations of their respective charitable objectives.

The arrangements concerning members and partners are set out under Structure, Governance and Management starting on page 2 of this report.

Aims and Activities

Acting either on behalf of or in direct support of our members, the Trust's main aims are to:

- Increase visitor numbers and income by continuing substantial promotion of the site as a nationally and internationally recognised tourist attraction, concentrating in particular on the areas of external perception, public relations, marketing activity and the visitor services.
- Support our members, each with their own specific individual needs, in their activities and major developments which will improve the level of experience and scope of facilities provided for the public.
- Develop and improve opportunities in specialist activities for events, exhibitions, learning and corporate functions for the site as a whole and for its different attractions.

In order to meet these aims, the Trust carries out the following principal activities:

- Booking, ticketing and visitor orientation by internet, telephone and in person at the Visitor Centre; including coordinating promotion and bookings for group, learning (both UK and foreign schools) and corporate visits.
- Public relations and marketing activity for the site as a whole and for individual members.
- Planning, coordinating and running events and exhibitions for the site as a whole and assisting with individual member's events and exhibitions.
- Representing site interests and developments at external and internal strategic meetings.

Public Benefit

Through its governing document, the purposes of the Trust require it to provide benefits to the public, either directly or by supporting our members, who in turn themselves provide benefit to the public. Our aims, activities and objectives (see page 4) are all designed to particularly fulfil and enhance the ways in which we provide those benefits.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Whilst our efforts are primarily directed at the main body of the public, we take care to provide diversity in facilities, pricing and activities to widen our appeal and accessibility to minority and specialist groups who might not otherwise visit the Historic Dockyard. The levels of government financial support for the Historic Dockyard are such that we must necessarily charge for entry to our attractions, but we ensure a range of ticket options and discounts are available and regularly reviewed in comparison with similar attractions. In addition, entry to the site (but not the attractions) is free and a substantial number of people take advantage of this. We coordinate the provision of workshops to schoolchildren in support of the National Curriculum, and host foreign language school pupils.

OBJECTIVES AND ACTIVITIES

OBJECTIVES, PERFORMANCE, ACHIEVEMENTS, STAFF

Key Objectives

- Sustainably continue to grow audience participation and admissions income
- Seek to maintain visitor numbers for the Mary Rose Museum in its second year
- Introduce additions to the "All Attractions" ticket with the Royal Navy Submarine Museum, the Royal Marines Museum and Explosion! The Museum of Naval Firepower along with a free Waterbus service across the Harbour to link these attractions to the main site
- Implement launch programmes for the NMRN new Babcock Galleries, including the Hear My Story and Racing to War exhibitions
- Continue development of the Portsmouth Historic Dockyard site-wide Visitor Experience Masterplan capital development project
- Deliver the Events and Exhibitions programme and build on the Christmas Festival
- Prepare the organisation for integration into the National Museum of the Royal Navy

Performance and Achievements

Continuation of the successful new pricing strategy introduced the previous year and continued development of the marketing team and activities meant Portsmouth Historic Dockyard reached the highest levels for both visitor numbers and admissions income in its history. From 1 April to 30 November 2014, there were 617,000 visits (602,000 to 30 November 2013). The full year comparison is 794,018 in 2014-15 and 727,018 for 2013-14. Income achieved for the partners was also an historic high at £7,166,738 for the full year in 2014-15, against £6,820,000 in 2013-14. In the past two financial years, both visitor numbers and income have more than doubled over the figures for 2012-13 at 383,000 visitors and £3.21 million in income.

The "All Attractions" ticket continued to be popular, and the additions of the Royal Navy Submarine Museum, the Royal Marines Museum and Explosion! The Museum of Naval Firepower, and a free Waterbus service across the harbour from the Historic Dockyard to Gosport were well received.

These newly included attractions, the newly opened NMRN Galleries and the year old Mary Rose Museum were all supported by targeted marketing and promotional campaigns, ensuring continued growth in visitor numbers and revenue for all partners.

The Visitor Experience Masterplan was successfully completed during the year and adopted by the Boards of all partners on the site for implementation in the years ahead. This sets out the future for further sustainable growth in visitor numbers and income to Portsmouth Historic Dockyard through a strategic capital development programme.

Building on the success of previous years, the 15th "Victorian Festival of Christmas", was able to further expand on the stalls and entertainments on offer to visitors, despite the loss of indoor capacity in Boathouse 4. The Disney "Frozen" theme proved popular and the Festival reached another record attendance of 34,000 visitors over 10% up on 31,000 achieved in 2013-14.

Portsmouth Historic Dockyard

Report of the Trustees for the Year Ended 31st March 2015

OBJECTIVES AND ACTIVITIES

Integration into the National Museum of the Royal Navy Group

It was determined that the Charitable objectives of Portsmouth Historic Dockyard could in future best be served by integrating the organisation into the larger structure of the National Museum of the Royal Navy. Following a Board decision to that effect, integration into the National Museum of the Royal Navy Group took place on 1 December 2014, with the charitable company's staff transferring (under Transfer of Undertakings (Protection of Employment) Regulations 2006), alongside the company's assets and undertakings, to the NMRN's Group structure. The PHD trustees and staff worked with the NMRN up to and beyond the date of transfer, to ensure the transfer was delivered smoothly, efficiently and seamlessly, without impact on service delivery.

The undertakings are now overseen by the NMRN Board of Trustees who ensure the charitable objectives are reflected and fulfilled within delivery of the NMRN's strategy, with day to day operations falling under the remit of the NMRN's Director General and Executive Directors, within the context of an overarching strategy framework, and suite of Group policies and procedures for human resources, finance, information technology, operations, learning, collections management and volunteering matters.

Staff

This report marks the closure of Portsmouth Historic Dockyard as an independent charity and company. On behalf of the Board and Partners, the Trustees express their thanks to Lincoln Clarke for his leadership as CEO up to and during the handover to the National Museum of the Royal Navy, and to all members of staff who contributed so greatly to more than doubling both visitor numbers and revenue for the member Trusts over the past two years. We thank them, too, for cooperating so effectively with our partners at the National Museum of the Royal Navy in ensuring the ongoing delivery of a successful visitor services organisation within the new structure. We wish them continued success in the important work of securing a sustainable future for our nation's great maritime heritage assets in Portsmouth Historic Dockyard.

FINANCIAL REVIEW

Results for the year ended 31 March 2015

Total incoming resources for Portsmouth Historic Dockyard in 2014-15 amounted to £2,265,008 (2013-14: £2,440,376). The decrease resulted from the part-year operation following transfer of undertaking to the National Museum of the Royal Navy on 1 December 2014.

Total resources expended before exceptional items for 2014-15 amounted to £2,183,849 (2013-14: £2,273,702). After adjustment for the transfer of undistributed general reserves to the National Museum of the Royal Navy (£260,553), the net movement in funds for the year was a decrease of £179,394.

Changes in fixed assets

The movements in fixed assets for the year are set out in note 11 to the financial statements which shows assets totalling £70,980 were purchased in the year and all assets were disposed to the National Museum of the Royal Navy.

Policy on Reserves

Portsmouth Historic Dockyard, being a joint venture between its members, has little requirement for reserves to fund its day to day operations. The members have resolved to provide funding to Portsmouth Historic Dockyard on an as needs basis. At 31 March 2015, there was a balance on reserves of £nil (£179,394 2013-14) and all balances had been transferred to the National Museum of the Royal Navy to finance future capital projects.

FUTURE PLANS

Following the transfer of the undertakings and assets of Portsmouth Historic Dockyard to the National Museum of the Royal Navy on 1 December 2014, and in accordance with the business transfer agreement, application will be made to voluntarily strike off and dissolve the charitable company.

**Report of the Trustees
for the Year Ended 31st March 2015**

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of Portsmouth Historic Dockyard for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which 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 period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

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

AUDITORS

The auditors, Sheen Stickland, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 28 September 2015 and signed on its behalf by:


.....
Ms S Crouch OBE DBA Hon - Chairman


Report of the Independent Auditors to the Members of Portsmouth Historic Dockyard

We have audited the financial statements of Portsmouth Historic Dockyard for the year ended 31st March 2015 on pages nine to eighteen. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the Statement of Trustees Responsibilities set out on page six, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Trustees to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31st March 2015 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

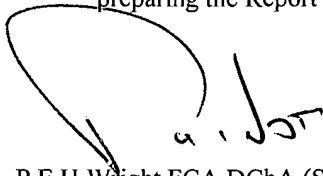
In our opinion the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Report of the Independent Auditors to the Members of
Portsmouth Historic Dockyard**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.



P E H Wright FCA DChA (Senior Statutory Auditor)
for and on behalf of Sheen Stickland
Chartered Accountants
Statutory Auditors
7 East Pallant
Chichester
West Sussex
PO19 1TR

Date: 28 September 2015

Portsmouth Historic Dockyard

Statement of Financial Activities (Incorporating an Income and Expenditure Account) for the Year Ended 31st March 2015

	Notes	2015 Unrestricted funds £	2014 Total funds £
INCOMING RESOURCES			
Incoming resources from generated funds			
Voluntary income	2	22,747	37,524
Activities for generating funds	3	432,057	451,860
Incoming resources from charitable activities			
Booking, ticketing and visitor orientation	4	1,769,522	1,918,177
Other incoming resources		<u>40,682</u>	<u>32,815</u>
Total incoming resources		2,265,008	2,440,376
RESOURCES EXPENDED			
Costs of generating funds			
Fundraising trading: cost of goods sold and other costs	5	319,341	242,599
Charitable activities	6		
Booking, ticketing and visitor orientation		1,737,493	1,942,994
Governance costs	7	<u>127,015</u>	<u>88,109</u>
Total resources expended		2,183,849	2,273,702
NET INCOMING RESOURCES		81,159	166,674
Exceptional item		<u>(260,553)</u>	<u>-</u>
Net income/(expenditure)		(179,394)	166,674
RECONCILIATION OF FUNDS			
Total funds brought forward		179,394	12,720
TOTAL FUNDS CARRIED FORWARD		<u>-</u>	<u>179,394</u>

CONTINUING OPERATIONS

All incoming resources and resources expended arise from continuing activities.


Portsmouth Historic Dockyard

**Balance Sheet
At 31st March 2015**

			2015 Unrestricted funds £	2014 Total funds £
	Notes	£		
FIXED ASSETS				
Tangible assets	11		-	23,923
CURRENT ASSETS				
Stocks	12		-	6,336
Debtors	13		-	190,006
Cash at bank and in hand			<u>235,060</u>	<u>678,995</u>
			235,060	875,337
CREDITORS				
Amounts falling due within one year	14		(235,060)	(719,866)
NET CURRENT ASSETS			<u>-</u>	<u>155,471</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>-</u>	<u>179,394</u>
NET ASSETS			<u>-</u>	<u>179,394</u>
FUNDS	16			
Unrestricted funds			<u>-</u>	<u>179,394</u>
TOTAL FUNDS			<u>-</u>	<u>179,394</u>

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

The financial statements were approved by the Board of Trustees on 24 September 2015 and were signed on its behalf by:


.....
Ms S Crouch OBE DBA Hon - Trustee

.....
R Norman - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities.

Financial reporting standard number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the charitable company qualifies as a small charitable company.

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Levy income

The Charity charges its members for the services which it provides by way of a levy on ticket sales and member contributions. these charges are recognised as incoming resources as they are earned and are shown excluding value added tax.

The sums charged to the public in respect of ticket sales are remitted to the members and ticketing partners intact and as such are not reported as income of the Charity.

Investment income

Investment income is accounted for when receivable.

Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Cost of generating funds

This includes all expenditure relating to festival and event costs.

Charitable activities

This includes all expenditure directly related to the objects of the Charity.

Governance costs

Governance costs include those incurred in the governance of the Charity and its assets and are primarily associated with constitutional and statutory requirements.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings	- 20% - 50% on cost
Computer equipment	- 33% on cost

Tangible fixed assets costing more than £500 are capitalised and included at cost.

Fixed assets are subject to impairment review.

Stocks

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

Taxation

The Charity is exempt from direct taxation on its charitable activities.

Notes to the Financial Statements - continued
for the Year Ended 31st March 2015

1. ACCOUNTING POLICIES - continued

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

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

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

2. VOLUNTARY INCOME

	2015	2014
	£	£
Gift aid	<u>22,747</u>	<u>37,524</u>

3. ACTIVITIES FOR GENERATING FUNDS

	2015	2014
	£	£
Fundraising events	-	47,341
Christmas Festival	<u>432,057</u>	<u>404,519</u>
	<u>432,057</u>	<u>451,860</u>

4. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	Activity	2015	2014
		£	£
Levy on ticket sales	Booking, ticketing and visitor orientation	1,521,669	1,698,999
Guide books	Booking, ticketing and visitor orientation	208,138	175,997
Levy on site gift aid claim	Booking, ticketing and visitor orientation	<u>39,715</u>	<u>43,181</u>
		<u>1,769,522</u>	<u>1,918,177</u>

5. FUNDRAISING TRADING: COST OF GOODS SOLD AND OTHER COSTS

	2015	2014
	£	£
Festivals and events costs	<u>319,341</u>	<u>242,599</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct costs	Totals
	£	£
Booking, ticketing and visitor orientation	<u>1,737,493</u>	<u>1,737,493</u>

7. GOVERNANCE COSTS

	2015	2014
	£	£
Staff costs	75,350	59,631
Legal fees	42,540	17,883
Auditors' remuneration	6,550	6,550
Auditors' remuneration - non audit work	<u>2,575</u>	<u>4,045</u>
	<u>127,015</u>	<u>88,109</u>

Governance costs include a proportion of the salaries of the Chief Executive, the Finance Manager and the PA to the Chief Executive.

8. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting):

	2015	2014
	£	£
Auditors' remuneration	6,550	6,550
Depreciation - owned assets	6,861	12,879
Other operating leases	64,360	94,699
Deficit on disposal of fixed asset	<u>87,618</u>	<u>625</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st March 2015 nor for the year ended 31st March 2014.

Trustees' expenses

During the year no expenses payments were made to trustees (2014: none).

The Memorandum and Articles of Association authorise payment to a trustee.

Notes to the Financial Statements - continued
for the Year Ended 31st March 2015

10. STAFF COSTS

	2015	2014
	£	£
Wages and salaries	614,081	629,718
Social security costs	44,444	48,129
Other pension costs	<u>17,730</u>	<u>21,790</u>
	<u>676,255</u>	<u>699,637</u>

The average monthly number of employees during the year was as follows:

	2015	2014
Charitable activities	-	25
Publicity and marketing	-	15
Management and administration	<u>-</u>	<u>5</u>
	<u>-</u>	<u>45</u>

No employees received emoluments in excess of £60,000.

11. TANGIBLE FIXED ASSETS

	Improvements to property £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1st April 2014	21,385	47,113	97,929	166,427
Additions	70,980	-	-	70,980
Disposals	<u>(92,365)</u>	<u>(47,113)</u>	<u>(97,929)</u>	<u>(237,407)</u>
At 31st March 2015	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
DEPRECIATION				
At 1st April 2014	8,554	45,999	87,951	142,504
Charge for year	2,851	516	3,494	6,861
Eliminated on disposal	<u>(11,405)</u>	<u>(46,515)</u>	<u>(91,445)</u>	<u>(149,365)</u>
At 31st March 2015	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET BOOK VALUE				
At 31st March 2015	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
At 31st March 2014	<u>12,831</u>	<u>1,114</u>	<u>9,978</u>	<u>23,923</u>

12. STOCKS

	2015	2014
	£	£
Guidebook and leaflet stocks	<u>-</u>	<u>6,336</u>

Notes to the Financial Statements - continued
for the Year Ended 31st March 2015

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2015	2014
	£	£
Trade debtors	-	22,883
Amounts owed by participating interests	-	3,676
Other debtors	-	39,987
VAT	-	66,675
Prepayments	-	56,785
	<u>-</u>	<u>190,006</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2015	2014
	£	£
Trade creditors	-	187,398
Amounts owed to participating interests	235,060	477,942
Social security and other taxes	-	18,637
Other creditors	-	24,422
Deferred income	-	1,946
Accruals	-	9,521
	<u>235,060</u>	<u>719,866</u>

15. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year:

	Land and buildings		Other operating leases	
	2015	2014	2015	2014
	£	£	£	£
Expiring:				
Between one and five years	<u>-</u>	<u>95,006</u>	<u>-</u>	<u>2,689</u>

16. MOVEMENT IN FUNDS

	At 1.4.14	Net movement in funds	Transfers between funds	At 31.3.15
	£	£	£	£
Unrestricted funds				
General fund	179,394	29,606	(209,000)	-
Capital fund	<u>-</u>	<u>(209,000)</u>	<u>209,000</u>	<u>-</u>
	179,394	(179,394)	-	-
	<u>179,394</u>	<u>(179,394)</u>	<u>-</u>	<u>-</u>
TOTAL FUNDS	<u>179,394</u>	<u>(179,394)</u>	<u>-</u>	<u>-</u>

16. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	2,265,008	(1,974,849)	(260,553)	29,606
Capital fund	-	(209,000)	-	(209,000)
	<u>2,265,008</u>	<u>(2,183,849)</u>	<u>(260,553)</u>	<u>(179,394)</u>
TOTAL FUNDS	<u>2,265,008</u>	<u>(2,183,849)</u>	<u>(260,553)</u>	<u>(179,394)</u>

17. PENSION COMMITMENTS

The Charity made payments into defined contribution pension schemes for the benefit of its employees during the year totalling £17,730 (2014: £21,790).

18. RELATED PARTY DISCLOSURES

The following are details relating to related party transactions and balances. The related parties referred to are:

Related Party	Relationship with Portsmouth Historic Dockyard
Portsmouth Naval Base Property Trust	Member
The Mary Rose Trust	Member
Warrior Preservation Trust	Member
National Museum of the Royal Navy	Member
Mary Rose Trading Co Ltd	Subsidiary undertaking of The Mary Rose Trust
Warrior Trading Co Ltd	Subsidiary undertaking of Warrior Preservation Trust
Royal Naval Museum Trading Co Ltd	Subsidiary undertaking of The Trustees of the Royal Naval Museum

There is no overall controlling party. Each member has one vote and the chairman has a casting vote.

Incoming Resources

	Levy on Ticket Sales £	Levy on Gift aid Claim £	Miscellaneous Income £	Total £
Portsmouth Naval Base Property Trust	288,671	8,420	1,686	298,777
The Mary Rose Trust	339,308	-	3,667	342,975
Warrior Preservation Trust	302,953	10,772	3,795	317,520
National Museum of the Royal Navy	527,542	20,523	51,766	599,831
	<u>1,458,474</u>	<u>39,715</u>	<u>60,914</u>	<u>1,559,103</u>

Expenditure

Portsmouth Naval Base Property Trust

	£
Rent payable	64,360
Service charge payable	434,726
Insurance	238

The following net balances were owed from/(to) related parties:

	2015 £	2014 £
Portsmouth Naval Base Property Trust	-	(160,589)
Warrior Preservation Trust	-	(64,223)
National Museum of the Royal Navy	235,060	(150,974)
Mary Rose Trading Co Ltd	-	(102,156)
Royal Naval Museum Trading Co Ltd	-	3,676

19. MEMBERS

The Charity is incorporated as a company limited by guarantee having no share capital and, in accordance with the Memorandum of Association every member is liable to contribute a sum of £1 in the event of the company being wound up.

20. TRANSFER OF UNDERTAKING & ASSETS

On 1 December 2014 the activities of the Charity were transferred to The National Museum of the Royal Navy a registered Charity under registered number 1126283. From that date Portsmouth Historic Dockyard ceased to operate and became a dormant Charity.

On the same date all assets were taken over and all liabilities were assumed by The National Museum of the Royal Navy except for cash and bank balances which were transferred after the balance sheet date.

Undistributed general reserves amounting to £260,553 will be paid to The National Museum of the Royal Navy utilising all cash and bank balances held. This distribution has been provided for in these financial statements as an exceptional item within the statement of financial activities.

Portsmouth Historic Dockyard

Detailed Statement of Financial Activities for the Year Ended 31st March 2015

	2015 £	2014 £
INCOMING RESOURCES		
Voluntary income		
Gift aid	22,747	37,524
Activities for generating funds		
Fundraising events	-	47,341
Christmas Festival	432,057	404,519
	432,057	451,860
Incoming resources from charitable activities		
Levy on ticket sales	1,521,669	1,698,999
Guide books	208,138	175,997
Levy on site gift aid claim	39,715	43,181
	1,769,522	1,918,177
Other incoming resources		
Miscellaneous income	40,682	32,815
Total incoming resources	2,265,008	2,440,376
RESOURCES EXPENDED		
Fundraising trading: cost of goods sold and other costs		
Festivals and events costs	319,341	242,599
Charitable activities		
Wages	538,731	570,087
Social security	44,444	48,129
Pensions	17,730	21,790
Rent	64,360	94,699
Rates, utilities and other property costs	1,830	1,424
Insurance	6,341	8,198
Telephone	5,792	4,769
Postage and stationery	4,079	8,631
Advertising	268,321	321,718
Sundries	12,844	19,454
Service charge	34,726	45,586
Cleaning	62,104	53,879
Equipment repairs and maintenance	33,730	80,963
Equipment rental	4,681	22,079
Guidebooks	25,318	18,534
Consultancy	3,569	29,161
Subscriptions and memberships	6,202	9,951
Coach parking	9,930	9,831
Other staff costs	8,121	62,988
Exceptional expenditure - Consultancy	-	11,070
Carried forward	1,152,853	1,442,941

This page does not form part of the statutory financial statements

Portsmouth Historic Dockyard

Detailed Statement of Financial Activities for the Year Ended 31st March 2015

	2015 £	2014 £
Charitable activities		
Brought forward	1,152,853	1,442,941
Single ticket subsidy	188,922	-
Harbour Tour subsidy	30,000	30,000
Operations expenditure	-	17,451
Surplus contribution	-	358,652
Bad debts	(1,660)	1,660
Strategic fund	209,000	-
Improvements to property	2,851	4,277
Depreciation of fixtures & fittings	819	671
Depreciation of computer equipment	3,494	7,932
Loss on sale of tangible fixed assets	87,618	625
Bank and credit card charges	63,596	78,785
	<u>1,737,493</u>	<u>1,942,994</u>
Governance costs		
Wages	75,350	59,631
Legal fees	42,540	17,883
Auditors' remuneration	6,550	6,550
Auditors' remuneration - non audit work	2,575	4,045
	<u>127,015</u>	<u>88,109</u>
Total resources expended	<u>2,183,849</u>	<u>2,273,702</u>
Net income before gains and losses	81,159	166,674
Realised recognised gains and losses		
Exceptional item	(260,553)	-
Net (expenditure)/income	<u>(179,394)</u>	<u>166,674</u>