

**COMPANY REGISTRATION NUMBER: 02987256**  
**CHARITY REGISTRATION NUMBER: 1059959**

**FRIENDS OF BEAMISH, THE NORTH OF ENGLAND OPEN  
AIR MUSEUM LIMITED**

**Company Limited by Guarantee**  
**Unaudited Financial Statements**  
**31st December 2016**

**WEDNESDAY**



**\*A63P3AC9\***

**A17**

**05/04/2017**

**#308**

**COMPANIES HOUSE**

# **FRIENDS OF BEAMISH, THE NORTH OF ENGLAND OPEN AIR MUSEUM LIMITED**

**COMPANY LIMITED BY GUARANTEE**

**Financial Statements**

**Year ended 31st December 2016**

---

	<b>Pages</b>
Trustees' annual report (incorporating the director's report)	<b>1 to 6</b>
Independent examiner's report to the trustees	<b>7 to 8</b>
Statement of financial activities (including income and expenditure account)	<b>9</b>
Statement of financial position	<b>10</b>
Notes to the financial statements	<b>11 to 19</b>
<b>The following pages do not form part of the financial statements</b>	
Detailed statement of financial activities	<b>21 to 22</b>
Notes to the detailed statement of financial activities	<b>23</b>

---

# **FRIENDS OF BEAMISH, THE NORTH OF ENGLAND OPEN AIR MUSEUM LIMITED**

## **COMPANY LIMITED BY GUARANTEE**

### **Trustees' Annual Report (Incorporating the Director's Report)**

**Year ended 31st December 2016**

---

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31st December 2016.

#### **Reference and administrative details**

<b>Registered charity name</b>	Friends of Beamish, The North of England Open Air Museum Limited
<b>Charity registration number</b>	1059959
<b>Company registration number</b>	02987256
<b>Principal office and registered office</b>	Beamish The North of England Open Air Museum Beamish Stanley DH9 0RG

#### **The trustees**

Mr J. Grundy	
Mr A. Ashburner	
Mr I.L. Bean	
Mr M. Dix	
Mr I. Graham	
Mr C. Slater	
Mrs J.G. Owens	
Mr A. Monkhouse	(Appointed 5th May 2016)
Mr P. Cole	(Appointed 7th May 2016)
Mr P. Brown	(Resigned 7th May 2016)

#### **Key Management Personnel**

The charity does not employ any staff and therefore the board remain responsible for the day-to-day operation of the charity.

<b>Company secretary</b>	Mr A. Monkhouse
<b>Independent examiner:</b>	Simon Brown ACA Tait Walker LLP Chartered accountant Bulman House Regent Centre Gosforth Newcastle upon Tyne NE3 3LS

# **FRIENDS OF BEAMISH, THE NORTH OF ENGLAND OPEN AIR MUSEUM LIMITED**

## **COMPANY LIMITED BY GUARANTEE**

### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

**Year ended 31st December 2016**

---

#### **Structure, governance and management**

The charitable company is limited by guarantee and its governing document is its Memorandum and Articles of Association dated 7th November 1994 and last amended 10th May 1997.

The charitable company is a Registered Charity Number 1059959. The charitable company is incorporated in England and Wales No 02987256.

The members of the Board hold no shares in the charitable Company but each member is a guarantor of the charitable company to an amount not exceeding £1, in the event of the winding up of the charitable company.

#### **Trustee Recruitment and Appointment**

Under the Articles of Association of the Company all Trustees/Directors hold their appointment for a maximum of three years before having to retire. The term of appointment commences from the date of the Annual General Meeting at which they were appointed. The Trustees /Directors retiring have the opportunity to offer themselves for re-election at the next Annual General Meeting.

Notice is given to all members of the Company of the date of the Annual General Meeting with a written statement showing the retiring Trustees/Directors and whether or not they are willing to stand for re-election.

Applications for new Trustees/Directors (other than those seeking re-election) must apply in writing with a short c.v.in advance of the Annual General Meeting to the Registered Office of the Friends with their signed nomination and that of the nominating member.

Recruitment for a new a trustee/director can be made on the instructions of the current members of the Board or by way of advertisement if requisite skills are required for the post.

The Trustees/Directors are elected by the members of the charitable company.

#### **Trustee induction and training**

Most trustees are already familiar with the practical work and objectives of the charitable company bringing their own relevant and unique skills. Trustees are actively encouraged to attend board meetings to ensure that they are always up to date with the latest activities of the charitable company.

#### **Investment powers and restrictions**

The trustees can invest any sums or investments received by them in investments in which they are by law authorised to invest trust money with the power from time to time to change for others of a like nature.

#### **Grant making policy**

The Board of Directors have a policy on donations which it has agreed with the Museum in order that there is consistency and accountability for sums donated to the Museum.

#### **Risk review**

The Board of Directors have examined the major strategic, business and operational risks which the charitable company faces and confirms that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks.

# **FRIENDS OF BEAMISH, THE NORTH OF ENGLAND OPEN AIR MUSEUM LIMITED**

## **COMPANY LIMITED BY GUARANTEE**

### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

**Year ended 31st December 2016**

---

#### **Objectives and activities**

The Objects of the Friends of Beamish are "to advance the education of the public by the promotion and support of the charitable activities of Beamish, the North of England Open Air Museum".

In furtherance of these objects the Friends undertake restoration work and generally encourage interest in the history of the region and the work of the Museum. In 2016 the Friends contributed towards the 48,000 volunteer hours in these activities. To date there are just under 4,000 members.

#### **PUBLIC BENEFIT STATEMENT**

The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the aims and objectives and in planning future activities. The charitable objectives are also set out in order to provide a clear and demonstrable public benefit.

#### **Achievements and performance**

##### **Restoration Work**

During this past year the Friends' volunteers have worked on various projects including the ongoing restoration of the Horse Tram, the James motorcycle, a Model "T" Ford, and the BSA Tandem. There have been numerous repairs to the Museum's current assets including the SOS Bus, the AJS motorcycle, and various slot machines. The volunteers also made blackboards, notice boards, Friends Advertisement Board for the forthcoming 'Direct Debit' scheme, "A" boards, shelters and various upholstery work and repairs throughout the year.

Ongoing tasks include continuing restoration work on the Excelsior Model 4 motorcycle.

##### **Costume Volunteers**

Costume volunteers both regular and new, have worked very hard throughout the year promoting the Museum, rewarded by the kind response from the Museum's visitors.

##### **Publicity**

Friends' volunteers continue to promote the Museum and the advantages of being a member of the Friends organisation through displays and manpower in various events including the DLI Reunion and WW1 Centenary Celebrations weekend, "the Festival of Agriculture, Dig for Victory, Beamish Great North Steam Fair, Beamish Reliability Run, Power from the Past, "Halloween at Beamish," and "Beamish at Christmas." Member volunteers have kindly displayed their own vintage machinery at numerous events throughout the year.

Beamish's high quality, quarterly news magazine, incorporating the Friends' newsletter, updates the membership on the volunteer's activities throughout the year and continues to be very well received. The Friends' volunteers also help promote various night openings at the Museum. New arrangements are now in place to encourage take up of Friends membership at the museum entrance.

##### **Social Events**

The Chair's Christmas Treat was well attended in the Museum's Collections Room and excellent food and drink was provided by the Museum.

Friends' Friday Evening talks throughout the autumn and winter seasons were very well received and attended and remain extremely popular.

---

# **FRIENDS OF BEAMISH, THE NORTH OF ENGLAND OPEN AIR MUSEUM LIMITED**

## **COMPANY LIMITED BY GUARANTEE**

### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

**Year ended 31st December 2016**

---

#### **Achievements and performance *(continued)***

##### **Business Friends of Beamish**

The Business Friends hosted various functions throughout the year at Beamish, for the benefit of the business community, promoting the value of being a member of the Business Friends, with a number of different types of membership available. The functions throughout the year were very well attended.

During the past year the Business Friends have created different groups of membership to cover different types of businesses and, at the end of the year have 32 business partnerships contributing to the benefit of the Friends and ultimately to Beamish.

The Business Friends of Beamish have contributed £42,750 from the Business Community this past year.

The Business Friends have also raised a substantial amount of money through corporate sponsorships in connection with Remaking Beamish. The Business Friends Leadership Group would like to thank Northumbrian Water, Go North East, Co-op Funeralcare and the Henfrey Charitable Trust for their generous contributions in 2016.

##### **Other activities**

The Friends' Lottery is a valuable fundraiser and contributed £1,457 this past year.

The street organ and symphonium raised £1,609 and £ 1,019 respectively.

##### **Relationships with the Museum**

The Friends have contributed £9,096 to the Museum this financial year.

Alan Ashburner and Sarah Salter were the Friends' and Business Friends' representatives to the governing body of Beamish.

The Friends continue to work well with the Beamish Director, Richard Evans and have contributed to the many events staged by the Beamish this last year.

##### **Summary**

The Friends continue to make major contributions to Beamish both through skilled volunteers and fund raising.

The Board looks forward to working with the Director throughout the next year and will, no doubt, embrace any new challenges in the future.

# **FRIENDS OF BEAMISH, THE NORTH OF ENGLAND OPEN AIR MUSEUM LIMITED**

## **COMPANY LIMITED BY GUARANTEE**

### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

**Year ended 31st December 2016**

---

#### **Achievements and performance *(continued)***

##### **Financial review**

The charity funds are controlled by the Board of Directors which also acts as Trustees who invest with a view to maximising annual income while maintaining capital growth in line with market trends. The attached financial statements show the current state of finances which the trustees consider to be sound. The financial statements conform to statutory requirements and comply with the charity's governing documents.

##### **Pay Policy for Key Management Personnel**

The board, who give their time freely, and no trustees received remuneration in the year, have considered who the Key Management Personnel (KMP) of the charitable company are as noted in the Reference and Administration section and concluded that there are no KMP other than the board themselves.

# FRIENDS OF BEAMISH, THE NORTH OF ENGLAND OPEN AIR MUSEUM LIMITED

## COMPANY LIMITED BY GUARANTEE

### Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

**Year ended 31st December 2016**

---

#### Financial review *(continued)*

##### Reserves policy and going concern

The calculation of free reserves is based on the definition included in the charity statement of recommended practice (SORP), which provides recommendations for accounting and reporting for charities. The trustees have examined the requirements of the charitable company to hold free reserves - those reserves not invested in tangible fixed assets, excluding long term liabilities, or designated for a particular purpose. This exercise considered both the normal requirements for working capital and the loss of income of a hypothetical but reasonable reduction in the scale of operations. Resulting from this, the trustees considered it would be appropriate to hold the equivalent of one years' average expenditure, which would equate to holding approximately £20,000 -£30,000 in free reserves.

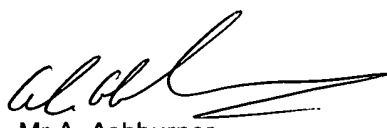
As the year end, free reserves were £196,621 (2015 - £103,840), an increase of £92,781 in the year. The trustees recognise that reserves will always be held in excess of the target, since the charity exists to advance the main museum. As a result the charity works on projects, acquiring and restoring items appropriate to the museum's displays and environment.

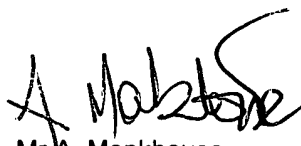
The trustees have prepared a budget and cashflow forecast and have concluded that the charity continues to be a going concern for the foreseeable future. On that basis they have continued to adopt the going concern basis when preparing the financial statements.

##### Small company provisions

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

The trustees' annual report was approved on 15 March 2017 and signed on behalf of the board of trustees by:

  
Mr A. Ashburner  
Director

  
Mr A. Monkhouse  
Charity Secretary



# **FRIENDS OF BEAMISH, THE NORTH OF ENGLAND OPEN AIR MUSEUM LIMITED**

## **COMPANY LIMITED BY GUARANTEE**

### **Independent Examiner's Report to the Trustees of Friends of Beamish, The North of England Open Air Museum Limited**

**Year ended 31st December 2016**

---

I report on the financial statements for the year ended 31st December 2016, which comprise the statement of financial activities (including income and expenditure account), statement of financial position and the related notes.

This report is made solely to the charitable company's trustees, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. My examination has been undertaken so that I might state to the charitable company's trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for my examination, for this report, or for the opinions I have formed.

#### **Respective responsibilities of trustees and examiner**

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the financial statements. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- to state whether particular matters have come to my attention.

#### **Basis of independent examiner's report**

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

# FRIENDS OF BEAMISH, THE NORTH OF ENGLAND OPEN AIR MUSEUM LIMITED

## COMPANY LIMITED BY GUARANTEE

### Independent Examiner's Report to the Trustees of Friends of Beamish, The North of England Open Air Museum Limited *(continued)*

Year ended 31st December 2016

---

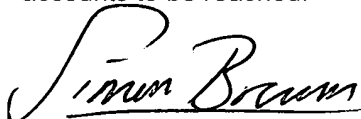
#### Independent examiner's statement

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

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

- to keep accounting records in accordance with section 386 of the Companies Act 2006, and
  - to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities
- have not been met, or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Simon Brown ACA  
Independent Examiner  
Tait Walker LLP  
Chartered Accountants  
Bulman House  
Regent Centre  
Gosforth  
Newcastle upon Tyne  
NE3 3LS

31.3.17

---

The notes on pages 11 to 19 form part of these financial statements.

# FRIENDS OF BEAMISH, THE NORTH OF ENGLAND OPEN AIR MUSEUM LIMITED

## COMPANY LIMITED BY GUARANTEE

### Statement of Financial Activities (including income and expenditure account)

31st December 2016

		2016		2015
		Unrestricted	Total funds	Total funds
	Note	funds	£	£
		£	£	£
<b>Income and endowments</b>				
Donations and legacies	5	30,007	30,007	11,206
Other trading activities	6	108,497	108,497	85,361
Investment income	7	80	80	55
Other income	8	402	402	116
<b>Total income</b>		<u>138,986</u>	<u>138,986</u>	<u>96,738</u>
<b>Expenditure</b>				
Expenditure on charitable activities	9,10	(25,298)	(25,298)	(18,473)
<b>Total expenditure</b>		<u>(25,298)</u>	<u>(25,298)</u>	<u>(18,473)</u>
<b>Net income and net movement in funds</b>		<u>113,688</u>	<u>113,688</u>	<u>78,265</u>
<b>Reconciliation of funds</b>				
Total funds brought forward		153,121	153,121	74,856
<b>Total funds carried forward</b>		<u>266,809</u>	<u>266,809</u>	<u>153,121</u>

The statement of financial activities includes all gains and losses recognised in the year.  
All income and expenditure derive from continuing activities.

The notes on pages 11 to 19 form part of these financial statements.

# FRIENDS OF BEAMISH, THE NORTH OF ENGLAND OPEN AIR MUSEUM LIMITED

## COMPANY LIMITED BY GUARANTEE

### Statement of Financial Position

31st December 2016

		2016		2015	
		£	£	£	£
<b>Fixed assets</b>					
Tangible fixed assets	17		188		281
<b>Current assets</b>					
Cash at bank and in hand		269,921		154,400	
<b>Creditors: amounts falling due within one year</b>	18	<u>3,300</u>		<u>1,560</u>	
<b>Net current assets</b>			<u>266,621</u>		<u>152,840</u>
<b>Total assets less current liabilities</b>			<u>266,809</u>		<u>153,121</u>
<b>Net assets</b>			<u>266,809</u>		<u>153,121</u>
<b>Funds of the charity</b>					
Unrestricted funds			266,809		153,121
<b>Total unrestricted funds</b>		<u>266,809</u>		<u>153,121</u>	
<b>Total charity funds</b>	19		<u>266,809</u>		<u>153,121</u>

For the year ending 31st December 2016 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Trustees responsibilities:

- The members have not required the charity 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 Act with respect to accounting records and the preparation of financial statements.

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

These financial statements were approved by the board of trustees and authorised for issue on 15 March 2017 and are signed on behalf of the board by:



Mr A. Ashburner  
Director

The notes on pages 11 to 19 form part of these financial statements.

# **FRIENDS OF BEAMISH, THE NORTH OF ENGLAND OPEN AIR MUSEUM LIMITED**

## **COMPANY LIMITED BY GUARANTEE**

### **Notes to the Financial Statements**

**Year ended 31st December 2016**

---

#### **1. General information**

The charity is a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Beamish The North of England Open Air Museum, Beamish, Stanley, DH9 0RG.

#### **2. Statement of compliance**

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

#### **3. Accounting policies**

##### **Basis of preparation**

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared in sterling, which is the functional currency of the entity.

##### **Cash and bank**

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

##### **Creditors and provisions**

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provision are normally recognised at their settlement amount after allowing for any trade discounts due.

##### **Taxation**

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

##### **Going concern**

There are no material uncertainties about the charity's ability to continue.

##### **Disclosure exemptions**

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. In accordance with FRS102 PBE3.3A the trustees confirm that this charitable company is a Public Benefit Entity (PBE). The entity has taken advantage of FRS102 Section 1A available to small entities and therefore no cashflow statement required.

# **FRIENDS OF BEAMISH, THE NORTH OF ENGLAND OPEN AIR MUSEUM LIMITED**

## **COMPANY LIMITED BY GUARANTEE**

### **Notes to the Financial Statements *(continued)***

**Year ended 31st December 2016**

---

#### **3. Accounting policies *(continued)***

##### **Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

##### **Fund accounting**

Restricted funds are maintained in accordance with the restrictions placed upon monies received from the donor.

Unrestricted funds are the free funds of the Charity to use at the discretion of the trustees in the furtherance of the charity's objectives. Unrestricted funds include designated funds where the trustees, at their discretion, have created a fund for a specific purpose.

##### **Incoming resources**

All income is included in the statement of financial activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impracticable to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.
- income from memberships are recognised upon receipt since all amounts received are non refundable.

# **FRIENDS OF BEAMISH, THE NORTH OF ENGLAND OPEN AIR MUSEUM LIMITED**

## **COMPANY LIMITED BY GUARANTEE**

### **Notes to the Financial Statements *(continued)***

#### **Year ended 31st December 2016**

---

#### **3. Accounting policies *(continued)***

##### **Resources expended**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses, including support costs and governance costs, are allocated or apportioned to the applicable expenditure headings in the statement of financial activities. Refer to the Support Costs note for further information on the basis for allocation.

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

##### **Allocation of support and governance costs**

Support costs have been differentiated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to the statutory audit and other costs with an apportionment of overhead and support costs.

Governance costs and support costs relating to charitable activities have been apportioned as set out in the Support Costs note.

##### **Tangible assets**

All fixed assets are initially recorded at cost. Items under £500 in value are not generally capitalised.

The carrying values of tangible fixed assets are reviewed for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable.

##### **Depreciation**

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Equipment	- 33% reducing balance
-----------	------------------------

##### **Financial instruments**

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

# FRIENDS OF BEAMISH, THE NORTH OF ENGLAND OPEN AIR MUSEUM LIMITED

## COMPANY LIMITED BY GUARANTEE

### Notes to the Financial Statements *(continued)*

Year ended 31st December 2016

---

#### 3. Accounting policies *(continued)*

##### Financial instruments *(continued)*

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

#### 4. Limited by guarantee

The company is limited by guarantee and its governing document is its Memorandum and Articles of Association.

The members hold no shares in the company but each member is a guarantor of the company, to an amount not exceeding £1, in the event of the winding up of the company.

#### 5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2016 £
<b>Donations</b>			
Donations - General	1,362	—	1,362
Donations - Friends lottery	1,457	—	1,457
Donations - Badges	3	—	3
Donations - Magazines	120	—	120
Donations - Gift Aid claimed	11,329	—	11,329
Donations - Eston Church	—	—	—



# FRIENDS OF BEAMISH, THE NORTH OF ENGLAND OPEN AIR MUSEUM LIMITED

## COMPANY LIMITED BY GUARANTEE

### Notes to the Financial Statements *(continued)*

Year ended 31st December 2016

#### 5. Donations and legacies *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2016 £
<b>Legacies</b>			
Legacies - J.R. Smales	14,736	—	<b>14,736</b>
<b>Sponsorship</b>			
Tram Sponsorship	1,000	—	<b>1,000</b>
	<u>30,007</u>	<u>—</u>	<u><b>30,007</b></u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2015 £
<b>Donations</b>			
Donations - General	134	—	134
Donations - Friends lottery	1,332	—	1,332
Donations - Badges	—	—	—
Donations - Magazines	120	—	120
Donations - Gift Aid claimed	6,620	—	6,620
Donations - Eston Church	—	2,000	2,000
<b>Legacies</b>			
Legacies - J.R. Smales	—	—	—
<b>Sponsorship</b>			
Tram Sponsorship	1,000	—	<b>1,000</b>
	<u>9,206</u>	<u>2,000</u>	<u><b>11,206</b></u>

#### 6. Other trading activities

The trustees recognise that £42,750 (2015 - £23,100) has been raised by "Business Friends of Beamish".

	Unrestricted Funds £	Total Funds 2016 £	Unrestricted Funds £	Total Funds 2015 £
Fundraising events	2,628	<b>2,628</b>	3,083	3,083
Subscriptions	63,119	<b>63,119</b>	59,178	59,178
Corporate Membership	42,750	<b>42,750</b>	23,100	23,100
	<u>108,497</u>	<u><b>108,497</b></u>	<u>85,361</u>	<u><b>85,361</b></u>

# FRIENDS OF BEAMISH, THE NORTH OF ENGLAND OPEN AIR MUSEUM LIMITED

## COMPANY LIMITED BY GUARANTEE

### Notes to the Financial Statements *(continued)*

Year ended 31st December 2016

#### 7. Investment income

	Unrestricted Funds	Total Funds 2016	Unrestricted Funds	Total Funds 2015
	£	£	£	£
Bank interest receivable	<u>80</u>	<u>80</u>	<u>55</u>	<u>55</u>

#### 8. Other income

	Unrestricted Funds	Total Funds 2016	Unrestricted Funds	Total Funds 2015
	£	£	£	£
Contributions received for trips and socials	362	<b>362</b>	106	106
Other income - book sales etc	<u>40</u>	<u>40</u>	<u>10</u>	<u>10</u>
	<u>402</u>	<u>402</u>	<u>116</u>	<u>116</u>

#### 9. Expenditure on charitable activities by fund type

	Unrestricted Funds	Restricted Funds	Total Funds 2016
	£	£	£
Advancement and promotion of Museum	15,541	—	<b>15,541</b>
Support costs	<u>9,757</u>	<u>—</u>	<u>9,757</u>
	<u>25,298</u>	<u>—</u>	<u>25,298</u>

	Unrestricted Funds	Restricted Funds	Total Funds 2015
	£	£	£
Advancement and promotion of Museum	10,376	2,000	12,376
Support costs	<u>6,097</u>	<u>—</u>	<u>6,097</u>
	<u>16,473</u>	<u>2,000</u>	<u>18,473</u>

#### 10. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2016	Total fund 2015
	£	£	£	£
Advancement and promotion of Museum	15,541	7,911	<b>23,452</b>	16,879
Governance costs	<u>—</u>	<u>1,846</u>	<u>1,846</u>	<u>1,594</u>
	<u>15,541</u>	<u>9,757</u>	<u>25,298</u>	<u>18,473</u>

# FRIENDS OF BEAMISH, THE NORTH OF ENGLAND OPEN AIR MUSEUM LIMITED

## COMPANY LIMITED BY GUARANTEE

### Notes to the Financial Statements *(continued)*

Year ended 31st December 2016

#### 11. Analysis of support costs

	Governance	Direct Charitable Activities	Total 2016	Total 2015
	£	£	£	£
Insurance	–	1,824	1,824	775
Printing, postage and stationery	–	5,125	5,125	2,858
Subscriptions	–	217	217	216
Sundry	–	745	745	655
Independent examination fee	1,800	–	1,800	1,560
Legal costs	46	–	46	33
	<u>1,846</u>	<u>7,911</u>	<u>9,757</u>	<u>6,097</u>

#### Analysis of Governance & Support Costs

The charitable company allocates costs direct to activities as far as possible, then identifies the remaining costs of its support functions. It then identifies those costs which relate to the governance function. Having identified its governance costs, the remaining support costs together with the governance costs are apportioned between the key charitable activities undertaken in the year. The basis for apportionment and the analysis of support and governance costs is set out as follows:

Direct to governance: Examination Fees and legal fees. Direct to charitable activities: meeting costs, sundry items, donations and publications.

#### 12. Net income

Net income is stated after charging/(crediting):

	2016 £	2015 £
Depreciation of tangible fixed assets	<u>93</u>	<u>93</u>

#### 13. Independent examination fees

	2016 £	2015 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>1,800</u>	<u>1,560</u>

#### 14. Staff costs

The total staff costs and employee benefits for the reporting period were £Nil (2015: £Nil).

The average head count of employees during the year was Nil (2015: Nil).

No employee received employee benefits of more than £60,000 during the year (2015: £Nil).

# FRIENDS OF BEAMISH, THE NORTH OF ENGLAND OPEN AIR MUSEUM LIMITED

## COMPANY LIMITED BY GUARANTEE

### Notes to the Financial Statements *(continued)*

#### Year ended 31st December 2016

---

##### 14. Staff costs *(continued)*

###### Key Management Personnel

The key management personnel of the charitable company, comprise the trustees only. The total employee benefits of the key management personnel of the charitable company were £Nil (2015 - £Nil).

##### 15. Trustee remuneration and expenses

No trustees received any remuneration from the charitable company.

During the year, five (2015 - four) trustees received reimbursement of expenses incurred on behalf of the charity of £907(2015 - £2,585).

##### 16. Transfers between funds

The £21,000 fund transfer represents a transfer from unrestricted reserves to unrestricted designated reserves in relation to the charity's commitments. A further £1,000 Tram sponsorship and £20,000 towards Museum Capital Projects has been designated.

##### 17. Tangible fixed assets

	Equipment £
<b>Cost</b>	
At 1 Jan 2016 and 31 Dec 2016	<u>1,107</u>
<b>Depreciation</b>	
At 1st January 2016	826
Charge for the year	93
At 31st December 2016	<u>919</u>
<b>Carrying amount</b>	
At 31st December 2016	<u>188</u>
At 31st December 2015	<u>281</u>

##### 18. Creditors: amounts falling due within one year

	2016 £	2015 £
Other creditors	<u>3,300</u>	<u>1,560</u>

# FRIENDS OF BEAMISH, THE NORTH OF ENGLAND OPEN AIR MUSEUM LIMITED

## COMPANY LIMITED BY GUARANTEE

### Notes to the Financial Statements *(continued)*

Year ended 31st December 2016

#### 19. Analysis of charitable funds

##### Unrestricted funds

	At 1 January 2016 £	Income £	Expenditure £	Transfers £	At 31 December 2016 £
General funds	104,121	138,986	(25,298)	(21,000)	196,809
Committed expenditure	49,000	—	—	21,000	70,000
	<u>153,121</u>	<u>138,986</u>	<u>(25,298)</u>	<u>—</u>	<u>266,809</u>

##### Reserve note

Unrestricted funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds, where the trustees, at their discretion, have created a fund for a specific purpose.

The basis for calculating 'free reserves' are after allowing for all designated funds, fixed assets and other non-current assets and liabilities.

The charitable company has designated the following funds:

- Quarterly donation re magazine - £1,500
- Symphonion Disks - £500
- Tram Sponsorship - Williamsons - £3,000
- Eston Church Projects - £25,000
- Museum Capital Projects - £40,000

#### 20. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2016 £
Tangible fixed assets	188	188
Current assets	266,621	266,621
<b>Net assets</b>	<u>266,809</u>	<u>266,809</u>

#### 21. Contingencies

The trustees have confirmed that there were no contingent liabilities, which should be disclosed at 31st December 2016.