

NORTH OF ENGLAND HISTORIC RAILWAY TRUST LIMITED

REPORT AND FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2019

Charity Commission Reference Number 1092957

Company Registered Number 4393170



WALTER DAWSON & SON

CHARTERED ACCOUNTANTS & STATUTORY AUDITOR

7 Wellington Road East

Dewsbury

West Yorkshire

WF13 1HF

SATURDAY



A8KT3QVK

A18

21/12/2019

#11

COMPANIES HOUSE

NORTH OF ENGLAND HISTORIC RAILWAY TRUST LIMITED
REPORT AND FINANCIAL STATEMENTS

<u>Contents</u>	<u>Page</u>
Legal and Administrative Information	1.
Statement of Trustees' Responsibilities	2.
Report of the Trustees	3 - 4.
Independent Examiner's Report	5 - 6.
Statement of Financial Activities	7.
Balance Sheet	8.
Notes to the Financial Statements	9 - 14.

NORTH OF ENGLAND HISTORIC RAILWAY TRUST LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

1. CONSTITUTION

North of England Historic Railway Trust Limited is a company limited by a guarantee (Company No. 4393170) and a registered charity (Charity No. 1092957) governed by its Memorandum and Articles of Association.

2. DIRECTORS AND TRUSTEES

The directors of the charitable company ("the charity") are its trustees for the purpose of charity law and throughout this report are collectively referred to as the trustees.

The trustees serving during the year and since the year end were as follows:

Chairman: W David Smith

Secretary: Christine Smith

Trustees: W David Smith
Christine Smith
James Shuttleworth

Independent Examiner: Walter Dawson & Son
7 Wellington Road East
Dewsbury
WF13 1HF

Bankers: National Westminster Bank Plc
34 King Edward Street
Hull
HU1 3YU

Registered Office: Red House Farm
Staintondale
Scarborough
YO13 0HA

NORTH OF ENGLAND HISTORIC RAILWAY TRUST LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also directors of the charity for the purposes of company law) are responsible for preparing a trustee's report (incorporating the strategic report and directors' report) and the financial statements in accordance with applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity's 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 income and expenditure of the charitable company for that period. In preparing the financial statements, the trustees are required to:

- (a) select suitable accounting policies and then apply them consistently;
- (b) observe the methods and principles in the Charities SORP;
- (c) make judgements and estimates that are reasonable and prudent;
- (d) state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- (e) prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for maintaining proper accounting records that 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 or other irregularities.

In so far as the trustees are aware:

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

NORTH OF ENGLAND HISTORIC RAILWAY TRUST LIMITED

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 MARCH 2019

The trustees are pleased to present their annual report together with the financial statements of the charity for the year ended 31 March 2019 which are also prepared to meet the requirements for a directors report and accounts for Companies Act purposes.

The legal and administrative information set out on page 1 forms part of this report.

The financial statements comply with the Charities Act 2011, 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).

1. Structure, Governance and Management

The management and operation of the charity is the responsibility of the trustees, who are elected at each Annual General Meeting.

2. Objectives and Activities

The Objective of the charity is the renovation, maintenance and operation of historic railway vehicles and rail infrastructure.

When planning the activities for the year, the trustees have considered the Commission's guidance on public benefit.

3. Achievements and Performance

The steam locomotive 'Galatea' No 45699, owned by the charity, is now fully operational for use on the rail network.

NORTH OF ENGLAND HISTORIC RAILWAY TRUST LIMITED

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 MARCH 2019

4. Financial Review

The income of £Nil (2018: £17,102) represents the income generated from a cake and tea rooms within Hellifield Railway Station.

The charity made a deficit after tax for the year of £583 (2018: surplus £522).

5. Reserves Policy

The charity will continue its trading operations in the hope of building up sufficient reserves to finance the purchase of further railway assets.

This report has been prepared in accordance with the Accounting and Reporting by Charities: Statement of Recommended Practice. In preparing this report advantage has been taken of the small companies exemption.

This report was approved and authorised for issue by the Trustees on 5 December 2019 and signed on their behalf by:

W David Smith

Chairman

A handwritten signature in black ink, appearing to be 'W David Smith', written over a horizontal line.

INDEPENDENT EXAMINER'S REPORT TO THE
TRUSTEES OF NORTH OF ENGLAND HISTORIC RAILWAY TRUST LIMITED

I report to the charity trustees on my examination of the financial statements of the charitable company for the year ended 31st March 2019 which are set out on pages 7 to 14.

Responsibilities and Basis of Report

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

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

Independent Examiner's Statement

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

- (a) accounting records were not kept in respect of the company as required by Section 386 of the 2006 Act; or
- (b) the financial statements do not accord with those accounting records; or
- (c) the financial statements do not comply with the accounting requirements of Section 396 of the 2006 Act other than any requirement that the financial statements give a 'true and fair' view which is not a matter considered as part of an independent examination; or
- (d) the financial statement 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 financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

INDEPENDENT EXAMINER'S REPORT TO THE
TRUSTEES OF NORTH OF ENGLAND HISTORIC RAILWAY TRUST LIMITED

Independent Examiner's Statement (continued)

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

Walter Dawson and Son

Graham Atkinson FCA
WALTER DAWSON & SON

Chartered Accountants
7 Wellington Road East
Dewsbury
West Yorkshire
WF13 1HF

05 December 2019

NORTH OF ENGLAND HISTORIC RAILWAY TRUST LIMITED
STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2019

	<u>Notes</u>	<u>Unrestricted Funds</u>	<u>Restricted Funds</u>	<u>Total 2019</u>	<u>Total 2018</u>
		<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
<u>INCOME AND ENDOWMENTS</u>					
<u>FROM:</u>					
Other Trading Activities	5	-	-	-	17,102
Investments	6	-	-	-	-
<u>TOTAL INCOME AND ENDOWMENTS</u>		<u>-</u>	<u>-</u>	<u>-</u>	<u>17,102</u>
<u>EXPENDITURE ON:</u>					
Other Costs	7	583	-	583	16,580
<u>TOTAL EXPENDITURE</u>		<u>583</u>	<u>-</u>	<u>583</u>	<u>16,580</u>
<u>NET INCOME/(EXPENDITURE)</u>	9	<u>(583)</u>	<u>-</u>	<u>(583)</u>	<u>522</u>
Transfers Between Funds		-	-	-	-
<u>NET MOVEMENTS IN FUNDS</u>		<u>(583)</u>	<u>-</u>	<u>(583)</u>	<u>522</u>
<u>RECONCILIATION OF FUNDS</u>					
Total Funds at 1 April 2018		6,521	-	6,521	5,999
Total Funds at 31 March 2019		<u>5,938</u>	<u>-</u>	<u>5,938</u>	<u>6,521</u>

All incoming resources and resources expended derive from continuing activities.

NORTH OF ENGLAND HISTORIC RAILWAY TRUST LIMITED
BALANCE SHEET AS AT 31 MARCH 2019

		<u>2019</u>	<u>2018</u>
	<u>Notes</u>	£	£
<u>FIXED ASSETS</u>			
Tangible Assets	11	82,624	90,886
<u>CURRENT ASSETS</u>			
Debtors	12	12,000	4,827
Cash at Bank and in Hand		<u>201</u>	<u>12,266</u>
		12,201	17,093
<u>CREDITORS: Amounts Falling Due Within One Year</u>	13	<u>(15,142)</u>	<u>(19,451)</u>
<u>NET CURRENT LIABILITIES</u>		<u>(2,941)</u>	<u>(2,358)</u>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		79,683	88,528
<u>CREDITORS: Amounts Falling Due After More Than One Year</u>	14	<u>(73,745)</u>	<u>(82,007)</u>
		<u>5,938</u>	<u>6,521</u>
The Funds of the Charity:			
<u>RESTRICTED INCOME FUNDS</u>	17	-	-
<u>UNRESTRICTED FUNDS</u>			
General Funds	17	<u>5,938</u>	<u>6,521</u>
		<u>5,938</u>	<u>6,521</u>

The directors consider that the charitable company is entitled to exemption from the requirement to have an audit under the provisions of Section 477 of the Companies Act 2006. Members have not required the company under Section 476 of the Act to have an audit for the year ended 31 March 2019. The directors acknowledge their responsibilities for ensuring that the charitable company keeps accounting records which comply with Section 386 of the Act, and for preparing financial statements which give a true and fair view of the state of affairs of the charitable company, as at 31 March 2019, and of its surplus or deficit for the year then ended in accordance with the requirements of Section 396 of the Act, and which otherwise comply with the requirements of the Act relating to the financial statements so far as applicable to the charitable company.

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

The financial statements were approved and authorised for issue by the Trustees on 5 December 2019 and signed on their behalf by:

W David Smith TRUSTEE



NORTH OF ENGLAND HISTORIC RAILWAY TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2019

1. STATUTORY INFORMATION

North of England Historic Railway Trust Limited is a charitable company domiciled in England and Wales, registered number 4393170. The principal place of business is Red House Farm, Staintondale, Scarborough, YO13 0HA.

2. COMPLIANCE WITH ACCOUNTING STANDARDS

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 (FRS 102), Charities SORP (FRS 102) and the Companies Act 2006.

3. ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention.

The presentation currency is sterling.

The particular accounting policies adopted are as follows:

(a) Donations, Legacies and Similar Incoming Resources

Donations, legacies and similar incoming resources are included in the year in which they are receivable, which is when the charity becomes entitled to the resource.

(b) Grants Receivable

Grants in respect of capital expenditure are credited to a deferred income account and are released to the income and expenditure account in equal annual instalments over the expected useful life of the relevant assets.

(c) Investment Income and Rental Income

Income from investments and from rental income is included in the SOFA in the year in which it is receivable.

(d) Expenditure

All expenditure is included on an annual basis and is recognised when there is a legal or constructive obligation to pay for expenditure. All costs have been directly attributed to one of the functional categories of resources expended in the SOFA. The charity is not registered for VAT and accordingly expenditure is shown gross of irrecoverable VAT.

NORTH OF ENGLAND HISTORIC RAILWAY TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2019

3. ACCOUNTING POLICIES (continued)

(e) Tangible Fixed Assets

Depreciation is provided on a straight line basis over the expected useful lives of each category of tangible fixed assets:

Locomotives	10% per annum on cost
Rail Infrastructure	5% per annum on cost

(f) Fund Accounting

Funds held by the charity are either:

- *Unrestricted general funds* - these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.
- *Designated funds* - these are funds set aside by the trustees out of unrestricted general funds for specific future purposes or projects.
- *Restricted funds* - these are funds that 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.

(g) Cash Flow Statements

The charity qualifies as a small company under the Companies Act 2006. The trustees have elected to take advantage of the exemptions under FRS 102 not to prepare a cash flow statement.

4. LEGAL STATUS OF THE CHARITY

The charity is a company limited by guarantee and has no share capital. In the event of the charity being wound up the liability in respect of the guarantee is limited to £10 per member of the charity.

5. OTHER TRADING ACTIVITIES

	Unrestricted Funds	Restricted Funds	Total 2019	Total 2018
	£	£	£	£
Café and Tea Room Income	-	-	-	17,102
	-	-	-	17,102

NORTH OF ENGLAND HISTORIC RAILWAY TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2019

6. INVESTMENTS

	Unrestricted Funds	Restricted Funds	Total 2019	Total 2018
	£	£	£	£
Bank Interest	-	-	-	-
	-	-	-	-

7. OTHER COSTS

	Unrestricted Funds	Restricted Funds	Total 2019	Total 2018
	£	£	£	£
Repairs	-	-	-	15,851
Accountancy	510	-	510	570
Sundry Expenses	13	-	13	13
Depreciation	8,262	-	8,262	8,262
Grants Received	(8,262)	-	(8,262)	(8,262)
Bank Charges	60	-	60	146
Bank Interest	-	-	-	-
Corporation Tax	-	-	-	-
	583	-	583	16,580

8. TRUSTEES REMUNERATION

Trustees received no remuneration and were not reimbursed for any of their expenses in either year.

9. NET INCOME/(EXPENDITURE) FOR THE YEAR

	2019 £	2018 £
This is stated after charging:		
Grants Released	(8,262)	(8,262)
Depreciation	8,262	8,262
Accountants Fee	510	570

NORTH OF ENGLAND HISTORIC RAILWAY TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2019

10. CORPORATION TAX

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 objectives.

11. TANGIBLE FIXED ASSETS

	Rail Infrastructure £	Total £
<u>Cost:</u>		
At 1 April 2018	283,277	283,277
Additions	-	-
At 31 March 2019	<u>283,277</u>	<u>283,277</u>
<u>Depreciation:</u>		
At 1 April 2018	192,391	192,391
Charge for Year	8,262	8,262
At 31 March 2019	<u>200,653</u>	<u>200,653</u>
<u>Net Book Value:</u>		
At 31 March 2019	<u>82,624</u>	<u>82,624</u>
At 31 March 2018	<u>90,886</u>	<u>90,886</u>

12. DEBTORS

	2019 £	2018 £
Amount Due from Related Party	12,000	4,739
Corporation Tax Receivable	-	88
	<u>12,000</u>	<u>4,827</u>

13. CREDITORS: Amounts Falling Due Within One Year

	2019 £	2018 £
Trade Creditors	-	6,726
Corporation Tax	-	-
Deferred Grant Income	8,262	8,262
Amounts Owed to Related Party	6,387	-
Accruals and Deferred Income	493	4,463
	<u>21,868</u>	<u>19,451</u>

NORTH OF ENGLAND HISTORIC RAILWAY TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2019

14. CREDITORS: Amounts Falling Due After More Than One Year

	<u>2019</u>	<u>2018</u>
	£	£
Deferred Grant Income	<u>73,745</u>	<u>82,007</u>

15. RELATED PARTY TRANSACTIONS

Mr W David Smith is also a director and the controlling shareholder of William Smith (Wakefield) Limited.

At 31 March 2019, the charity was owed the following amounts by its related party:

<u>Name</u>	<u>2019</u>	<u>2018</u>
	£	£
William Smith (Wakefield) Limited	-	4,739
	<u>-</u>	<u>4,739</u>

At 31 March 2019, the charity owed the following amounts to its related party:

<u>Name</u>	<u>2019</u>	<u>2018</u>
	£	£
William Smith (Wakefield) Limited	6,351	-
	<u>6,351</u>	<u>-</u>

16. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	<u>General Funds</u>	<u>Restricted Funds</u>	<u>Total Funds</u>
	£	£	£
Tangible Fixed Assets	82,624	-	82,624
Current Assets	12,201	-	12,201
Current Liabilities	(15,142)	-	(15,142)
Long Term Liabilities	(73,745)	-	(73,745)
Net Assets at	<u>5,938</u>	<u>-</u>	<u>5,938</u>

NORTH OF ENGLAND HISTORIC RAILWAY TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2019

17. MOVEMENT IN FUNDS

	At 1 April 2018 £	Incoming Resources £	Outgoing Resources £	At 31 March 2019 £
<u>Restricted Funds</u>				
Turntable at Fort William	-	-	-	-
Total Restricted Funds	-	-	-	-
<u>Unrestricted Funds</u>				
General Funds	6,521	-	(583)	5,938
Total Unrestricted Funds	6,521	-	(583)	5,938
 TOTAL FUNDS	 6,521	 -	 (583)	 5,938

Restrictions Imposed and Purpose of Restricted Funds

Funding was received in order to purchase and maintain the turntable at Fort William.