NORTH OF ENGLAND HISTORIC RAILWAY TRUST LIMITED

REPORT AND FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2018

Charity Commission Reference Number 1092957

Company Registered Number 4393170

THURSDAY

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A11 27/12/2018 #153
COMPANIES HOUSE

WALTER DAWSON & SON
CHARTERED ACCOUNTANTS & STATUTORY AUDITOR

7 Wellington Road East
Dewsbury
West Yorkshire
WF13 1HF

NORTH OF ENGLAND HISTORIC RAILWAY TRUST LIMITED
REPORT AND FINANCIAL STATEMENTS

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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 annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity's trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including 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;

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

NORTH OF ENGLAND HISTORIC RAILWAY TRUST LIMITED

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 MARCH 2018

The trustees are pleased to present their annual report together with the financial statements of the charity for the year ended 31 March 2018 which are also prepared to meet the requirements for a directors report and accounts for Companies Act purposes.

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.

4. Financial Review

The income of £17,102 (2017: £20,976) represents the income generated from a cake and tea rooms within Hellifield Railway Station.

The charity retained a surplus after tax for the year of £522 (2017: deficit £1,389).

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 11 December 2018 and signed on their behalf by:

W David Smith

Chairman

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 2018 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 Reland (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

11 December 2018

NORTH OF ENGLAND HISTORIC RAILWAY TRUST LIMITED
STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2018

	Notes	Unrestricted Funds	Restricted Funds	Total 2018	Total 2017
		£	£	£	£
INCOME AND ENDOWMENTS FROM:					
Other Trading Activities	5	17,102	-	17,102	20,976
Investments	6	-	-	-	-
TOTAL INCOME AND ENDOWMENTS		17,102	-	17,102	20,976
EXPENDITURE ON:					
Other Costs	7	16,580	-	16,580	22,365
TOTAL EXPENDITURE		16,580	-	16,580	22,365
NET INCOME/(EXPENDITURE)	9	522	-	522	(1,389)
Transfers Between Funds		-	-	-	-
NET MOVEMENTS IN FUNDS		522	-	522	(1,389)
RECONCILIATION OF FUNDS					
Total Funds at 1 April 2017		5,999	-	5,999	7,388
Total Funds at 31 March 2018		6,521	-	6,521	5,999

All incoming resources and resources expended derive from continuing activities.

NORTH OF ENGLAND HISTORIC RAILWAY TRUST LIMITED
BALANCE SHEET AS AT 31 MARCH 2018

	Notes	2018 £	2018 £	2017 £	2017 £
FIXED ASSETS					
Tangible Assets	11		90,886		99,148
CURRENT ASSETS					
Debtors	12	4,827		15,827	
Cash at Bank and in Hand		12,266		624	
		17,093		16,451	
CREDITORS: Amounts Falling Due Within One Year	13	(19,451)		(19,331)	
NET CURRENT LIABILITIES			(2,358)		(2,880)
TOTAL ASSETS LESS CURRENT LIABILITIES			88,528		96,268
CREDITORS: Amounts Falling Due After More Than One Year	14		(82,007)		(90,269)
			6,521		5,999
The Funds of the Charity:					
RESTRICTED INCOME FUNDS	17		-		-
UNRESTRICTED FUNDS					
General Funds	17		6,521		5,999
			6,521		5,999

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 2018. 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 2018, 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 11 December 2018 and signed on their behalf by:

W David Smith TRUSTEE

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.

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 2018	Total 2017
	£	£	£	£
Café and Tea Room Income	17,102	-	17,102	20,976
	17,102	-	17,102	20,976

6. INVESTMENTS

	Unrestricted Funds	Restricted Funds	Total 2018	Total 2017
	£	£	£	£
Bank Interest	-	-	-	-
	-	-	-	-

7. OTHER COSTS

	Unrestricted Funds	Restricted Funds	Total 2018	Total 2017
	£	£	£	£
Repairs	15,851	-	15,851	21,889
Accountancy	570	-	570	396
Sundry Expenses	13	-	13	13
Depreciation	8,262	-	8,262	8,262
Grants Received	(8,262)	-	(8,262)	(8,262)
Bank Charges	146	-	146	154
Bank Interest	-	-	-	1
Corporation Tax	-	-	-	(88)
	16,580	-	16,580	22,365

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

	2018	2017
	£	£
This is stated after charging:		
Grants Released	(8,262)	(8,262)
Depreciation	8,262	8,262
Accountants Fee	570	396

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
	£	£
Cost:		
At 1 April 2017	283,277	283,277
Additions	-	-
At 31 March 2018	283,277	283,277
Depreciation:		
At 1 April 2017	184,129	184,129
Charge for Year	8,262	8,262
At 31 March 2018	192,391	192,391
Net Book Value:		
At 31 March 2018	90,886	90,886
At 31 March 2017	99,148	99,148

12. DEBTORS

	2018	2017
	£	£
Amount Due from Related Party	4,739	15,739
Corporation Tax Receivable	88	88
	4,827	15,827

13. CREDITORS: Amounts Falling Due Within One Year

	2018	2017
	£	£
Trade Creditors	6,726	6,726
Corporation Tax	-	-
Deferred Grant Income	8,262	8,262
Accruals and Deferred Income	4,463	4,343
	19,451	19,331

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

	2018	2017
	£	£
Deferred Grant Income	82,007	90,269

15. RELATED PARTY TRANSACTIONS

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

At 31 March 2018, the charity was owed the following amounts by its related party:

Name	2018	2017
	£	£
William Smith (Wakefield) Limited	4,739	15,739
	4,739	15,739

16. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	General Funds	Restricted Funds	Total Funds
	£	£	£
Tangible Fixed Assets	90,886	-	90,886
Current Assets	17,093	-	17,093
Current Liabilities	(19,451)	-	(19,451)
Long Term Liabilities	(82,007)	-	(82,007)
Net Assets at	6,521	-	6,521

17. MOVEMENT IN FUNDS

	At 1 April 2017	Incoming Resources	Outgoing Resources	At 31 March 2018
	£	£	£	£
Restricted Funds				
Turntable at Fort William	-	-	-	-
Total Restricted Funds	-	-	-	-
Unrestricted Funds				
General Funds	5,999	17,102	(16,580)	6,521
Total Unrestricted Funds	5,999	17,102	(16,580)	6,521
TOTAL FUNDS	5,999	17,102	(16,580)	6,521

Restrictions Imposed and Purpose of Restricted Funds

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