



KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

Company Limited by Guarantee

CONSOLIDATED FINANCIAL STATEMENTS

31 DECEMBER 2019

Company registration number: 07135945
Charity registration number: 1136853



Spenser Wilson
Chartered Accountants & Business Advisers

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

	PAGE
Trustees' annual report (incorporating the director's report)	1
Independent auditor's report to the members	9
Consolidated Statement of financial activities (including income and expenditure account)	12
Consolidated Statement of financial position	13
Company Statement of financial position	14
Consolidated Statement of cash flows	15
Notes to the consolidated financial statements	16

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT)

YEAR ENDED 31 DECEMBER 2019

The trustees, who are also the directors for the purposes of company law, present their report and the Consolidated financial statements of the charity for the year ended 31 December 2019.

Reference and administrative details

Registered charity name	Keighley and Worth Valley Railway Preservation Society Ltd
Charity registration number	1136853
Company registration number	07135945
Principal office and registered Office	The Railway Station Station Road Haworth BD22 8NJ
The Trustees	Dr M J Stroh (Chairman) R Higgins S R Harris (Resigned 29 July 2020) P Eastham (Resigned 7 September 2019) J Hoyle M Tarran W H Black R Hustwick C G Smyth R M R Graham J A Warburton M A Shaw W N Bennett T Ruddock M Fennell (Resigned 7 March 2019) P Balmforth P Lawton
Company secretary	R Batty
Auditor	Spenser Wilson Ltd Chartered Accountants & statutory auditor Equitable House 55 Pellon Lane Halifax HX1 5SP
Bankers	Barclays Bank Plc 77 North Street Keighley BD21 3SA

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT) (continued)

YEAR ENDED 31 DECEMBER 2019

Structure, governance and management

Governing Document

The Keighley and Worth Valley Railway Preservation Society Limited (hereinafter referred to as the 'Charity') is a company limited by guarantee governed by its Memorandum and Articles of Association dated 19 January 2010. It is registered as a charity with the Charity Commission.

Trustees

Trustees, who are also the Directors of the Charity, are elected for three years by Members at the Annual General Meeting.

Trustees must be a member of the Charity, over 18 years old and not disqualified from acting as a Trustee under the Charities Act 2011.

Members who wish to be proposed as a Trustee must give notice to the Charity at least 45 days before the Annual General Meeting. Members receive at least 14 days' notice of the Annual General Meeting and are entitled to vote in person or by proxy.

At any one time there should be a minimum of two Trustees, but no maximum. At the date of this report, there are 14 Trustees.

No person or body, other than Members at the Annual General Meeting, or Trustees at a meeting, have the power to remove Trustees from office.

Trustee training

Following their election, Trustees are given briefing notes for the conduct of Directors produced by the Heritage Railway Association and the Charity Commission's guidance for Trustees. The Chairman, Company Secretary and Finance Director provide further guidance as is necessary. All Trustees are familiar with the Railway as members and most have volunteered for many years.

Organisation

The Trustees manage the business of the Charity and each has responsibility for a specific part of the Charity's operations. There are also at least two Trustees representing members' interests.

The Charity has two related parties:

- The Keighley and Worth Valley Light Railway Limited is a wholly owned subsidiary of the Charity, whose function is to operate the Railway and undertake commercial activities. It is a limited company, incorporated in England and Wales, and wholly controlled by the Charity. Directors of the subsidiary are appointed by the Trustees of the Charity. Up to half of the total number of Directors of the subsidiary may also be Trustees of the Charity. The subsidiary also directly employs technical, professional and administrative support staff who, along with the directors, undertake the day-to-day running of the subsidiary. The Keighley and Worth Valley Light Railway Limited is included in these consolidated accounts.
 - The Keighley and Worth Valley Railway Trust is a Charity established to support the work of the Railway. Whilst the Trust act independently, they are appointed by the Charity and the Trust can only support projects that are ratified by the Board of the Charity.
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KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT) *(continued)*

YEAR ENDED 31 DECEMBER 2019

Risk management

The Trustees consider that the following are the most significant risks to the continued operation of the Railway:

- Safe operating: unsafe operations could result in an incident that prevents the Railway from running. To mitigate this risk, the Railway has a full Safety Management System in place and a clearly defined procedure for its review, amendment and approval.
- A catastrophic infrastructure event: such an event could compromise the ability to operate the Railway. To mitigate this risk, the Railway has in place an on-going programme of preventive maintenance procedures. The Railway maintains appropriate insurance to further protect it from such events.
- Loss of volunteer resource: volunteers form the core of the Railway's workforce and without their on-going support, the Railway would cease to be financially viable and unable to meet its charitable objects. Both the Charity and the operating subsidiary actively manage the Railway's wide base of volunteer skill and time.

Objectives and activities

Objects and aims

The Charity has four objects in its articles of association. In summary they are:

1. the preservation, operation, restoration, maintenance and protection of the Keighley and Worth Valley Railway (the "Railway");
2. the preservation of archives, records and artefacts relating to the Railway;
3. the education of the public through the operation of the Railway; and
4. other charitable purposes for the advancement of education associated with the Railway.

The aim of the Railway is to achieve its objects in a manner that is financially sustainable.

Public benefit

The Charity has continued to meet its charitable objects in the operation and preservation of the Railway and continues to seek to contribute to the local community through its programme of events. The operation of the Railway provides a wider benefit by seeking to sustain traditional engineering skills; by providing a welcoming environment for volunteers to develop new skills and competencies; and by sharing knowledge between similar organisations.

The Trustees confirm that they have each complied with their duties under section 17 (5) of the Charities Act 2011 to have due regard to the guidance on public benefit published by the Charity Commission when carrying out their roles and responsibilities.

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT) *(continued)*

YEAR ENDED 31 DECEMBER 2019

Objectives for the year

The Charity continued to have three primary objectives:

1. To maintain an underlying operational surplus to enable investment in essential capital and investment expenditure requirements to be met through:
 - a) maintaining passengers at least at the previous year's level;
 - b) retaining sufficient cash reserves whilst undertaking capital projects to maintain and enhance the Railway's assets and facilities.
 - c) developing longer-term funding and project plans to enable the Charity to continue to meet the Railway's charitable objects.
2. Through the Charity's trading subsidiary, develop an appropriate commercial plan, with a particular focus on enhancing the Railway's catering offering.
3. To develop long-term plans for the sustainability of the volunteer operation of the Railway.

Strategies for the year

1. Continue to manage costs carefully through a period of challenging economic conditions and maintaining income levels whilst continuing to invest in the long-term future of the Railway
2. Establishment of a longer-term programme of strategic initiatives designed to enhance the commercial activities and invest in capital projects and infrastructure, principally on the planned civil maintenance bridge replacement and groundworks projects.
3. Implement promotions and events aimed at retaining the number of passengers to at least the prior year level and to implement plans to increase revenue per passenger.

Challenges during the year

The economic environment has required the Railway to be increasingly innovative in identifying fundraising opportunities, and to respond to this challenge the Railway appointed its first Commercial Manager. The Commercial Manager works with the Railway's Commercial Group to develop both short and longer term plans to improve the Railway's income and profit from commercial activities, and changes to the retail offering and catering operation have already begun to result improved returns and reduced inventory levels.

In the longer-term we, like other heritage railways, are concerned for the continued supply of coal at an economically sustainable price. We continue to lobby for concessions by government for heritage organisations such as ours, as government has curtailed through legislation other uses for coal in the UK, which will increase even further the price of our core fuel source.

Challenges since the year end

Although not reflected in the financial statements for the year ended 31 December 2019, the Covid-19 global pandemic and the UK lockdown in March meant that we had to cease operations until mid-August 2020 and again pause operations in November 2020. Thank to a significant fund-raising effort and a relentless focus on cost control, the Railway has weathered the immediate storm and the Board is focused on securing the long-term financial future for the Charity in these unpredictable times.

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT) *(continued)*

YEAR ENDED 31 DECEMBER 2019

Significant activities during the year and volunteer involvement

As we entered the second half-century of operation of the Railway, the Trustees would like to thank all the volunteers who continue to contribute to the success and achievements of the Railway. The core Railway activity continues to be the operation of steam and heritage diesel services on all weekends during the year and on those weekdays coinciding with school holidays and other days as deemed commercially viable. The operation demands a great deal from our volunteers. In addition, our volunteers run a programme of events through the year that make a very significant contribution to the Railway's finances. No attempt has been made to quantify the financial value of the work of the volunteers, but the Trustees acknowledge that the Railway would not be financially viable without their continued contribution.

STRATEGIC REPORT

The following sections for achievements and performance and financial review form the strategic report of the charity.

Achievements and performance

Achievement of objectives

The Trustees are pleased that the Railway has achieved its objectives relating to sound financial management and investment into infrastructure with a very strong operational fleet throughout 2019. Although completed in 2020 under very trying circumstances, there was a significant planning effort in 2019 to prepare the Railway for one of the most ambitious civil engineering projects we have ever undertaken with the replacement of the 115 year-old Bridge 11 between Ingrow and Damems, which typifies the fantastic achievements of the Railway's volunteers. In addition, the Railway has invested in the purchase of the catering business located at Keighley station in the former Midland Railway Parcels Office, a transaction which completed in January 2020.

The Trustees anticipate that the other on-going strategic initiatives will continue to bear commercial fruit over the coming financial years.

Fundraising

The Charity continues to raise funds from fare and event income, complemented by targeted fund-raising campaigns.

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT) *(continued)*

YEAR ENDED 31 DECEMBER 2019

Financial review

The financial statements of the group are presented for the year ended 31 December 2019, with the corresponding figures being for the period from 1 April to 31 December 2018. The charitable activities income for the year of £1,298k compares with a pro-rated 2018 income of £1,496 (actual for the 9 months to 31 December 2018: £1,122k), which reflects the reduction in running days and the shift to focus on special events, which continue to increase in popularity. Expenditure of £2,058k has decreased by 8% from the pro-rated corresponding figure of £2,225 (2018 actual: £1,669), although the level of decrease is lessened by the impact of a significant increase in depreciation charged as a result of the size of the operational locomotive fleet in 2019. Trading income has decreased from £628k (2018 pro-rated; actual £417k) to £520k, a reduction of 20%, but pro-rated costs associated trading activities have reduced from £426k pro-rated to £360k, a reduction of 18%. The directors have continued to implement operational and trading cost saving measures, particularly considering the impact of the Covid-19 pandemic in 2020.

The funds of the Charity, net of restricted funds, are £4,678k (2018: £4,739k).

All projects have been funded from both existing cash reserves and on-going fund-raising initiatives. As in previous years, the Charity held its surplus and all restricted funds in cash and had no investments.

Policy on reserves

The Charity's policy is to hold a minimum of £150,000 cash at bank as a reserve against the realisation of any of the risks set out in the Risk Management section and aims to hold working capital (net of current assets) of at least £50,000. Cash at bank stood at £469k (2018: £724k) at the end of the period and there were no breaches of the reserve policy at any time during the year. Cash reserves historically have normally been within the range of £400k to £600k. Net current assets at the year-end remain well within historic norms for the Railway, totalling £478k (2018: £469k).

Principal Funding sources

The principal funding sources of the railway are income from operations and a combination of membership subscriptions, grants and donations.

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT) *(continued)*

YEAR ENDED 31 DECEMBER 2019

Plans for future periods

The Trustees are committed to a number of initiatives over the medium term. These include:

- Protection of income from Railway operations through enhancement of visitor experience.
- Increase of the contribution to surplus from catering and retail operations through expanding the catering offering and creating new channels for retail operations.
- The Trustees also recognise their duty to continue the programme of maintenance and capital expenditure to ensure the longevity of Railway assets under their care and expect to maintain current levels of expenditure into the future. Financially, the Trustees expect to manage costs prudently to realise a modest operating surplus year-on-year (after maintenance costs). Any surplus is expected to be re-invested in capital expenditure programmes in future years. The Trustees also acknowledge that it will be necessary to be proactive in seeking funding from grant-making bodies so that development initiatives can be fully realised.

Funds held as custodian trustee

Neither the Charity nor its Trustees are acting as custodian trustees for funds held on behalf of others.

Trustees' responsibilities statement

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

Company law requires the charity trustees to prepare Consolidated financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

In preparing these Consolidated financial statements, the trustees are required to:

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

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT) *(continued)*

YEAR ENDED 31 DECEMBER 2019

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the Consolidated 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 and other irregularities.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The trustees' annual report and the strategic report were approved on 5 November 2020 and signed on behalf of the board of trustees by:



DR M J STROH
Chairman of the Trustees

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

YEAR ENDED 31 DECEMBER 2019

Opinion

We have audited the financial statements of Keighley and Worth Valley Railway Preservation Society Ltd (the parent charitable company) and its subsidiary (the group) for the period ended 31 December 2019 which comprise the consolidated statement of financial activities (including income and expenditure account), consolidated statement of financial position, charitable company statement of financial positions, consolidated statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the Consolidated financial statements:

- give a true and fair view of the state of the group's and of the parent charitable company's affairs as at 31 December 2019 and of the group's incoming resources and application of resources, including its income and expenditure, for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the consolidated financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the Consolidated financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Trustees' use of the going concern basis of accounting in the preparation of the Consolidated financial statements is not appropriate; or
- the Trustees have not disclosed in the Consolidated financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the Consolidated financial statements are authorised for issue.

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD *(continued)*

YEAR ENDED 31 DECEMBER 2019

Other information

The other information comprises the information included in the annual report, other than the Consolidated financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the Consolidated financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the Consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the Consolidated financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report, which includes the directors' report prepared for the purposes of company law, for the financial period for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which 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 Consolidated 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.
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KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD *(continued)*

YEAR ENDED 31 DECEMBER 2019

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the Consolidated financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of Consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the Consolidated financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the Consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated financial statements.

A further description of our responsibilities for the audit of the Consolidated financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

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 auditor's 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.



Sally Shacklock BA FCA (Senior Statutory Auditor)

For and on behalf of
Spenser Wilson Ltd
Chartered Accountants & statutory auditor
Equitable House
55 Pellon Lane
Halifax
HX1 5SP

5 November 2020

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

YEAR ENDED 31 DECEMBER 2019

		Year to 31 Dec 19			Period from 1 Apr 18 to 31 Dec 18
	Note	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
Income and endowments					
Donations and legacies	5	138,659	1,266	139,925	101,713
Charitable activities	6	1,298,372	–	1,298,372	1,122,017
Other trading activities	7	520,486	–	520,486	417,159
Investment income	8	10,177	–	10,177	9,769
Total income		<u>1,967,694</u>	<u>1,266</u>	<u>1,968,960</u>	<u>1,650,658</u>
Expenditure					
Expenditure on raising funds:					
Costs of raising donations and legacies	9	–	–	–	85
Costs of other trading activities	10	360,760	–	360,760	320,266
Expenditure on charitable activities	11,12	1,667,827	29,287	1,697,114	1,348,546
Total expenditure		<u>2,028,587</u>	<u>29,287</u>	<u>2,057,874</u>	<u>1,668,897</u>
Net expenditure and net movement in funds		<u>(60,893)</u>	<u>(28,021)</u>	<u>(88,914)</u>	<u>(18,239)</u>
Reconciliation of funds					
Total funds brought forward		4,738,638	33,565	4,772,203	4,790,442
Total funds carried forward		<u>4,677,745</u>	<u>5,544</u>	<u>4,683,289</u>	<u>4,772,203</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 16 to 33 form part of these Consolidated financial statements.

**KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION
SOCIETY LTD**

COMPANY LIMITED BY GUARANTEE

(Company Registration Number: 07135945)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

31 DECEMBER 2019

	Note	2019 £	2018 £
FIXED ASSETS			
Tangible fixed assets	19	4,204,778	4,303,387
CURRENT ASSETS			
Stocks	21	98,057	120,517
Debtors	22	273,033	114,788
Cash at bank and in hand		469,403	724,481
		<u>840,493</u>	<u>959,786</u>
CREDITORS: amounts falling due within one year	23	<u>251,324</u>	<u>393,075</u>
NET CURRENT ASSETS		<u>589,169</u>	<u>566,691</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>4,793,947</u>	<u>4,870,078</u>
CREDITORS: amounts falling due after more than one year	24	<u>110,658</u>	<u>97,875</u>
NET ASSETS		<u><u>4,683,289</u></u>	<u><u>4,772,203</u></u>
FUNDS OF THE CHARITY			
Restricted funds		5,544	33,565
Unrestricted funds		4,677,745	4,738,638
Total charity funds	27	<u><u>4,683,289</u></u>	<u><u>4,772,203</u></u>

These Consolidated financial statements were approved by the board of trustees and authorised for issue on 5 November 2020, and are signed on behalf of the board by:



Dr M J Stroh (Chairman)
Trustee

The notes on pages 16 to 33 form part of these Consolidated financial statements.

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

(Company Registration Number: 07135945)

COMPANY LIMITED BY GUARANTEE

CHARITABLE COMPANY STATEMENT OF FINANCIAL POSITION

31 DECEMBER 2019

	Note	2019 £	2018 £
FIXED ASSETS			
Tangible fixed assets	19	921,358	934,176
Investments	20	277,070	277,070
		<u>1,198,428</u>	<u>1,211,246</u>
CURRENT ASSETS			
Debtors	22	2,881,719	3,012,070
Cash at bank and in hand		269,205	291,684
		<u>3,150,924</u>	<u>3,303,754</u>
CREDITORS: amounts falling due within one year	23	<u>32,678</u>	<u>43,378</u>
NET CURRENT ASSETS		<u>3,118,246</u>	<u>3,260,376</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>4,316,674</u>	<u>4,471,622</u>
NET ASSETS		<u><u>4,316,674</u></u>	<u><u>4,471,622</u></u>
FUNDS OF THE CHARITY			
Restricted funds		5,544	33,565
Unrestricted funds		4,311,129	4,438,057
Total charity funds	27	<u><u>4,316,673</u></u>	<u><u>4,471,622</u></u>

These Consolidated financial statements were approved by the board of trustees and authorised for issue on 5 November 2020, and are signed on behalf of the board by:



Dr M J Stroh (Chairman)
Trustee

The notes on pages 16 to 33 form part of these Consolidated financial statements.

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

CONSOLIDATED STATEMENT OF CASH FLOWS

YEAR ENDED 31 DECEMBER 2019

	2019 £	2018 £
CASH FLOWS FROM OPERATING ACTIVITIES		
Net expenditure	(88,914)	(18,239)
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	176,050	89,658
Other interest receivable and similar income	(10,177)	(9,769)
Accrued (income)/expenses	(142,440)	232,741
<i>Changes in:</i>		
Stocks	22,460	(1,356)
Trade and other debtors	(156,997)	(51,941)
Trade and other creditors	12,204	5,785
Cash generated from operations	(187,814)	246,879
Interest received	10,177	9,769
Net cash (used in)/from operating activities	<u>(177,637)</u>	<u>256,648</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of tangible assets	(77,441)	(186,926)
Proceeds from sale of tangible assets	—	1,290
Net cash used in investing activities	<u>(77,441)</u>	<u>(185,636)</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(255,078)	71,012
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	724,481	653,469
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>469,403</u>	<u>724,481</u>

The notes on pages 16 to 33 form part of these Consolidated financial statements.

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

1. GENERAL INFORMATION

The charitable company is a public benefit entity and a private company limited by shares, registered in England and Wales. The address of the registered office is The Railway Station, Haworth, Keighley, West Yorkshire, BD22 8NJ.

The previous accounts year end was shortened to 31 December 2018 for commercial reasons. Therefore, the comparative figures presented in the financial statements (including the related notes) are for nine months and are not comparable.

2. STATEMENT OF COMPLIANCE

These Consolidated 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 Companies Act 2006.

3. ACCOUNTING POLICIES

Basis of preparation

The Consolidated financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities measured at fair value through income or expenditure.

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

Going concern

There are no material uncertainties about the charitable company and the group's ability to continue for the foreseeable future.

Consolidation

The financial statements consolidate the financial statements of the charitable company and all of its subsidiary undertakings.

The parent charitable company has applied the exemption contained in section 408 of the Companies Act 2006 and has not included its individual statement of financial activities (including income and expenditure account).

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2019

3. ACCOUNTING POLICIES *(continued)*

Judgements and key sources of estimation uncertainty

In the application of the charitable company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Critical judgements

The following judgements (apart from those involving estimates) have had the most significant effect on the amounts recognised in the financial statements.

Depreciation

The charitable company exercises judgement to determine useful lives and residual values of property, plant and equipment. The assets are depreciated to their estimated residual values over their estimated useful lives.

Income tax

The charitable company is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charitable company's purposes.

Designated funds are unrestricted funds earmarked by the trustees for a particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal.

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2019

3. ACCOUNTING POLICIES *(continued)*

Incoming resources

All incoming resources are 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 impractical 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.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2019

3. ACCOUNTING POLICIES *(continued)*

Tangible fixed assets

Individual fixed assets costing £1,000 or more are capitalised at cost and depreciated on a straight line basis over their estimated useful economic lives taking account of any residual values, as follows:

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:

Depreciation rates (all calculated on a straight line basis):

Freehold buildings :	2% per annum
Leasehold land and buildings :	over the life of the lease
Locomotive restorations :	10% per annum (see below)
Plant, machinery and equipment :	10% per annum
Fixtures and fittings :	10% per annum
Office equipment and furniture :	20% per annum
Computer hardware and purchased software :	33% per annum

The Railway maintains its operating locomotives and other rolling stock items in full working order, and all routine maintenance costs are charged to the Statement of Financial Activities when incurred. Additionally, some items are held as a non-operating strategic reserve at their residual asset values. Locomotives and other rolling stock items are therefore considered to have indeterminate lives and the Directors do not consider it appropriate to charge depreciation except as set out below.

When a major renovation or restoration of a locomotive takes place, the relevant costs incurred are capitalised as fixed assets, and depreciated on a straight line basis from the point at which the locomotive re-enters service over its expected useful economic life (usually the ten-year life of a steam locomotive boiler ticket) down to the residual non-running value of the locomotive. When a major renovation or restoration takes place on a locomotive that remains the property of an independent owners' group and a long-term hire agreement is in place between the Charity's operating subsidiary and that owners' group, the costs incurred by the operating subsidiary are also capitalised as fixed assets and depreciated on a straight line basis over the expected useful economic life of that locomotive to the Charity.

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2019

3. ACCOUNTING POLICIES *(continued)*

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

Stocks

Stocks are measured at the lower of cost and net realisable value.

Liabilities

Liabilities are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the academy trust anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Financial instruments

A financial asset or a financial liability is recognised only when the entity 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, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

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

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 profit or loss. 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.

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2019

3. ACCOUNTING POLICIES *(continued)*

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4. LIMITED BY GUARANTEE

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

5. DONATIONS AND LEGACIES

	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £
DONATIONS			
Bequests and donations	34,167	1,266	35,433
GIFTS			
Membership subscriptions	62,675	–	62,675
GRANTS			
Grants receivable	41,817	–	41,817
	<u>138,659</u>	<u>1,266</u>	<u>139,925</u>

	Unrestricted Funds £	Restricted Funds £	Total funds 1 Apr 18 to 31 Dec 18 £
DONATIONS			
Bequests and donations	19,711	14,684	34,395
GIFTS			
Membership subscriptions	48,982	–	48,982
GRANTS			
Grants receivable	16,174	2,162	18,336
	<u>84,867</u>	<u>16,846</u>	<u>101,713</u>

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2019

6. CHARITABLE ACTIVITIES

	Unrestricted Funds	Total Funds 2019	Unrestricted Funds	Total funds 1 Apr 18 to 31 Dec 18
	£	£	£	£
Fares	549,936	549,936	542,453	542,453
Loco Hire	28,926	28,926	47,655	47,655
Special events income	719,510	719,510	531,909	531,909
	<u>1,298,372</u>	<u>1,298,372</u>	<u>1,122,017</u>	<u>1,122,017</u>

7. OTHER TRADING ACTIVITIES

	Unrestricted Funds	Restricted Funds	Total Funds 2019
	£	£	£
Catering income	222,950	—	222,950
Shop income	176,570	—	176,570
Parking	12,371	—	12,371
Filming fees	47,308	—	47,308
Adverts	726	—	726
Sundries	5,421	—	5,421
Apprenticeship scheme	41,747	—	41,747
Scrap	9,376	—	9,376
Photo permits	4,017	—	4,017
	<u>520,486</u>	<u>—</u>	<u>520,486</u>

	Unrestricted Funds	Restricted Funds	Total funds 1 Apr 18 to 31 Dec 18
	£	£	£
Catering income	206,626	—	206,626
Shop income	167,129	1,630	168,759
Parking	13,104	—	13,104
Filming fees	2,400	—	2,400
Adverts	694	—	694
Sundries	6,212	—	6,212
Apprenticeship scheme	10,450	—	10,450
Scrap	5,180	—	5,180
Photo permits	3,734	—	3,734
	<u>415,529</u>	<u>1,630</u>	<u>417,159</u>

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2019

8. INVESTMENT INCOME

	Unrestricted Funds	Total Funds 2019	Unrestricted Funds	Total funds 1 Apr 18 to 31 Dec 18
	£	£	£	£
Bank interest receivable	7,391	7,391	7,005	7,005
Rent receivable	2,786	2,786	2,764	2,764
	<u>10,177</u>	<u>10,177</u>	<u>9,769</u>	<u>9,769</u>

9. COSTS OF RAISING DONATIONS AND LEGACIES

	Unrestricted Funds	Total Funds 2019	Unrestricted Funds	Total funds 1 Apr 18 to 31 Dec 18
	£	£	£	£
Marketing	—	—	85	85

10. COSTS OF OTHER TRADING ACTIVITIES

	Unrestricted Funds	Restricted Funds	Total Funds 2019
	£	£	£
Retail – purchases	131,665	—	131,665
Retail – wages	6,914	—	6,914
Catering purchases	112,718	—	112,718
Catering wages	82,839	—	82,839
Catering overheads	26,624	—	26,624
	<u>360,760</u>	<u>—</u>	<u>360,760</u>

	Unrestricted Funds	Restricted Funds	Total funds 1 Apr 18 to 31 Dec 18
	£	£	£
Retail – purchases	95,585	683	98,268
Retail – wages	10,354	—	10,354
Catering purchases	123,569	—	123,569
Catering wages	72,391	—	72,391
Catering overheads	15,684	—	15,684
	<u>319,583</u>	<u>683</u>	<u>320,266</u>

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2019

11. EXPENDITURE ON CHARITABLE ACTIVITIES BY FUND TYPE

	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £
Train services	804,487	29,287	833,774
Support costs	863,340	—	863,340
	<u>1,667,827</u>	<u>29,287</u>	<u>1,697,114</u>

	Unrestricted Funds £	Restricted Funds £	Total funds 1 Apr 18 to 31 Dec 18 £
Train services	718,956	—	718,956
Support costs	629,590	—	629,590
	<u>1,348,546</u>	<u>—</u>	<u>1,348,546</u>

12. EXPENDITURE ON CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	Activities undertaken directly £	Support costs £	Total funds 2019 £	Period from 1 Apr 18 to 31 Dec 18 £
Train services	833,774	644,336	1,478,110	1,188,175
Shop	—	46,770	46,770	38,760
Catering	—	57,163	57,163	46,512
Fundraising activities	—	63,846	63,846	40,283
Other activities	—	40,447	40,447	20,640
Governance costs	—	10,778	10,778	14,176
	<u>833,774</u>	<u>863,340</u>	<u>1,697,114</u>	<u>1,348,546</u>

The support costs of £863,340 are apportioned in this note across the charitable and other trading activities in the group as set out above and in note 13.

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2019

13. ANALYSIS OF SUPPORT COSTS

	Train services £	Shop £	Catering £	Fund raising activities £	Other activities £	Total 2019 £	Period from 1 Apr 18 to 31 Dec 18 £
Staff costs	187,777	26,000	31,777	28,888	14,444	288,886	208,324
Premises	46,630	6,457	7,891	5,167	5,594	71,739	54,039
Communications and IT	17,865	2,474	3,023	-	4,123	27,485	14,917
General office	23,741	-	-	-	-	23,741	19,011
Governance costs	-	-	-	-	10,776	10,776	14,176
Insurance	36,327	5,030	6,148	-	8,383	55,888	44,232
Publicity	106,766	-	-	-	-	106,766	99,568
Bank charges	22,411	3,103	3,793	3,448	1,724	34,479	30,190
Sundry expenses	26,771	3,707	4,531	-	6,178	41,187	35,899
Depreciation	176,050	-	-	-	-	176,050	89,658
Push and Pull magazine	-	-	-	26,343	-	26,343	18,286
Disposal of fixed assets	-	-	-	-	-	-	1,290
	<u>644,338</u>	<u>46,771</u>	<u>57,163</u>	<u>63,846</u>	<u>51,222</u>	<u>863,340</u>	<u>629,590</u>

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2019

14. NET EXPENDITURE

Net expenditure is stated after charging/(crediting):

	Year to 31 Dec 19 £	Period from 1 Apr 18 to 31 Dec 18 £
Depreciation of tangible fixed assets	<u>176,050</u>	<u>89,658</u>

15. AUDITORS REMUNERATION

	Year to 31 Dec 19 £	Period from 1 Apr 18 to 31 Dec 18 £
Fees payable for the audit of the Consolidated financial statements	<u>4,000</u>	<u>4,000</u>
Fees payable to the charity's auditor and its associates for other services:		
Audit of the Consolidated financial statements of subsidiary	5,500	5,500
Other non-audit services	—	850
	<u>5,500</u>	<u>6,350</u>

16. STAFF COSTS

The total staff costs and employee benefits for the reporting period are analysed as follows:

	Year to 31 Dec 19 £	Period from 1 Apr 18 to 31 Dec 18 £
Wages and salaries	452,689	349,607
Social security costs	26,491	15,182
Employer contributions to pension plans	8,999	3,918
	<u>488,179</u>	<u>368,707</u>

The average head count of employees during the year was 40 (2018: 33). The average number of full-time equivalent employees during the year is analysed as follows:

	Year to 31 Dec 19 No.	Period from 1 Apr 18 to 31 Dec 18 No.
Administration	8	7
Loco department	3	2
Loco department apprentices	3	2
Shop and catering	4	6
Summer seasonal staff	2	4
	<u>20</u>	<u>21</u>

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2019

16. STAFF COSTS *(continued)*

No employee received employee benefits of more than £60,000 during the year (2018: Nil).

17. TRUSTEE REMUNERATION AND EXPENSES

No remuneration or other benefits from employment with the charitable company or a related entity were received by the trustees during the current or previous year.

18. FINANCIAL PERFORMANCE OF THE CHARITY

	Unrestricted funds £	Restricted funds	Total funds £
Donations and grants received	97,852	890	98,742
Membership and other income	27,356	377	27,733
	<u>125,208</u>	<u>1,267</u>	<u>126,475</u>
Costs of generating voluntary income	26,923	—	26,923
Governance costs	5,098	—	5,098
Support costs	44,489	—	44,489
Donations	175,626	29,288	204,914
	<u>252,136</u>	<u>29,288</u>	<u>281,424</u>
Net movement in funds	(126,928)	(28,021)	(154,949)
Total funds Brought forward	4,438,057	33,565	4,471,622
Total funds carried forward	<u>4,311,129</u>	<u>5,544</u>	<u>4,316,673</u>

Period from 1 Apr 2018 to 31 Dec 2018

	Unrestricted funds £	Restricted funds £	Total funds £
Donations and grants received	69,387	16,846	86,233
Membership and other income	22,260	1,630	23,890
	<u>91,647</u>	<u>18,476</u>	<u>110,123</u>
Costs of generating voluntary income	21,066	683	21,749
Governance costs	6,313	—	6,313
Support costs	23,043	—	23,043
	<u>50,422</u>	<u>683</u>	<u>51,105</u>
Net movement in funds	41,225	17,793	59,018
Total funds Brought forward	4,396,832	15,772	4,412,604
Total funds carried forward	<u>4,438,057</u>	<u>33,565</u>	<u>4,471,622</u>

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2019

19. TANGIBLE FIXED ASSETS

	Freehold property £	Long leasehold property £	Fixtures & fittings £	Locomotives & rolling stock £	Total £
Cost					
At 1 January 2019	1,706,257	42,509	465,533	2,811,834	5,026,133
Additions	36,489	—	40,952	—	77,441
At 31 December 2019	1,742,746	42,509	506,485	2,811,834	5,103,574
Depreciation					
At 1 January 2019	653	22,008	346,368	353,717	722,746
Charge for the year	20,771	852	30,540	123,887	176,050
Transfers	360	—	(360)	—	—
At 31 December 2019	21,784	22,860	376,548	477,604	898,796
Carrying amount					
At 31 December 2019	1,720,962	19,649	129,937	2,334,230	4,204,778
At 31 December 2018	1,705,604	20,501	119,165	2,458,117	4,303,387

	Dec 2019 £	Dec 2018 £
Leasehold land and buildings comprise of		
Keighley Station - cost	42,509	42,509
Less amortisation to date	(22,860)	(22,008)
	19,649	20,501

Charitable company

	Freehold property £	Long leasehold property £	Fixtures & fittings £	Locomotives & rolling stock £	Total £
Cost					
At 1 January 2019	770,889	—	—	196,287	967,176
Depreciation					
At 1 January 2019	—	—	—	33,000	33,000
Charge for the year	12,818	—	—	—	12,818
	12,818	—	—	33,000	45,818
At 31 December 2019	758,071	—	—	163,287	921,358
At 31 December 2018	770,889	—	—	163,287	934,176

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2019

20. INVESTMENT ENTITIES

Subsidiaries and other investments

There are no investments outside the UK.

The charitable company's investments at the balance sheet date of £277,070 is included in these consolidated accounts at cost and comprise:

Keighley and Worth Valley Light Railway Ltd

Country of incorporation	England and Wales (company number 00870851)
Registered office	The Railway Station Station Road Haworth BD22 8NJ
Nature of business	Operation of the Keighley and Worth Valley Railway
Class of shares	Ordinary

There is a minority interest in the subsidiary, Keighley and Worth Valley Light Railway Ltd, consisting of 164 ordinary shares of £10 each. These shares do not entitle the holder to a dividend or voting rights. On winding up of the company they would be entitled to a maximum of the nominal value. The Charity holds 100% of all shares entitled to voting rights and dividends.

	Year to 31 Dec 19 £	Period from 1 Apr 18 to 31 Dec 2018 £
Summary of trading results		
Turnover	1,812,633	1,555,636
Total expenditure	(2,003,505)	(1,633,331)
Other operating income	70,396	18,938
Other income	7,391	7,005
Loss for the year	(113,085)	(51,752)
Assets	3,609,132	3,792,933
Liabilities	(3,388,677)	(3,459,393)
Summary of assets and liabilities	220,455	333,540

21. STOCKS

	Dec 2019 £	Dec 2018 £
Retail shop stock	98,057	120,517

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2019

22. DEBTORS

	Dec 2019	Dec 2018
	£	£
Trade debtors	31,291	17,956
Prepayments and accrued income	207,015	60,552
Other debtors	34,727	36,280
	<u>273,033</u>	<u>114,788</u>

Charitable company

	Dec 2019	Dec 2018
	£	£
Trade debtors	147	302
Amounts owed by subsidiary undertaking	2,880,253	3,011,768
VAT	1,319	-
	<u>2,881,719</u>	<u>3,012,070</u>

The amounts owed by the subsidiary undertaking are unsecured and repayable on demand.

23. CREDITORS: amounts falling due within one year

	Dec 2019	Dec 2018
	£	£
Trade creditors	148,788	132,779
Accruals and deferred income	95,738	250,961
Social security and other taxes	6,798	8,167
Sundry creditors	-	1,188
	<u>251,324</u>	<u>393,095</u>

Charitable company

	Dec 2019	Dec 2018
	£	£
Trade creditors	7,493	4,986
Accrual and deferred income	25,185	38,357
VAT	-	35
	<u>32,678</u>	<u>43,378</u>

24. CREDITORS: amounts falling due after more than one year

	Dec 2019	Dec 2018
	£	£
Accruals and deferred income	110,658	97,875

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2019

25. DEFERRED INCOME

	Dec 2019 £	Dec 2018 £
At 1 Jan 19	215,048	90,545
Amount released to income	(215,048)	(90,545)
Amount deferred in year	172,291	215,048
At 31 Dec 19	172,291	215,048

At the balance sheet date the Keighley and Worth Valley Railway Preservation Society Limited held funds received in advance which all relate to monies in advance for the 2020 financial year as follows:

	Dec 2019 £	Dec 2018 £
Subscriptions paid in advance	21,185	29,857
Deposits for events received in advance	26,148	79,566
Grant income received in advance	124,958	105,625
	172,291	215,048

26. PENSIONS AND OTHER POST RETIREMENT BENEFITS

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £8,999 (2018: £3,918).

27. ANALYSIS OF CHARITABLE FUNDS

Unrestricted funds

Group

	1 Jan 2019 £	Income £	Expenditure £	31 Dec 2019 £
General funds	4,738,638	1,967,694	(2,028,587)	4,677,745

	1 Apr 2018 £	Income £	Expenditure £	31 Dec 2018 £
General funds	4,774,670	1,632,182	(1,668,214)	4,738,638

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2019

27. ANALYSIS OF CHARITABLE FUNDS *(continued)*

Charitable company

	1 Jan 2019	Income	Expenditure	31 Dec 2019
	£	£	£	£
General funds	4,438,057	125,208	(252,136)	4,311,129

	1 Apr 2018	Income	Expenditure	31 Dec 2018
	£	£	£	£
General funds	4,396,832	91,647	(50,422)	4,438,057

Restricted funds

Group and charitable company

	1 Jan 2019	Income	Expenditure	31 Dec 2019
	£	£	£	£
41241 Ivatt	30,964	1,253	(27,112)	5,105
Engine 43924	439	—	—	439
Co-op Playground	2,162	13	(2,175)	—
	<u>33,565</u>	<u>1,266</u>	<u>(29,287)</u>	<u>5,544</u>

	1 April 2018	Income	Expenditure	31 Dec 2018
	£	£	£	£
41241 Ivatt	15,772	15,875	(683)	30,964
Engine 43924	—	439	—	439
Co-op Playground	—	2,162	—	2,162
	<u>15,772</u>	<u>18,476</u>	<u>(683)</u>	<u>33,565</u>

Restricted funds relate to appeals for restoration work on specific locomotives as details above.

KEIGHLEY AND WORTH VALLEY RAILWAY PRESERVATION SOCIETY LTD

COMPANY LIMITED BY GUARANTEE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2019

28. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £
Tangible fixed assets	4,204,778	—	4,204,778
Current assets	833,701	5,544	839,245
Creditors less than 1 year	(360,734)	—	(360,734)
Net assets	4,677,745	5,544	4,683,289

	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £
Tangible fixed assets	4,303,387	—	4,303,387
Current assets	926,221	33,565	959,786
Creditors less than 1 year	(490,970)	—	(490,970)
Net assets	4,738,638	33,565	4,772,203

29. ANALYSIS OF CHANGES IN NET DEBT

	1 Jan 2019 £	Cash flows £	31 Dec 2019 £
Cash at bank and in hand	724,481	(255,078)	469,403

30. OPERATING LEASES

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2019 £	2018 £
Not later than 1 year	2,920	2,920
Later than 1 year and not later than 5 years	8,273	11,193
	11,193	14,113

31. RELATED PARTIES

Keighley & Worth Valley Railway Trust - The trustees of the Keighley & Worth Valley Railway Trust are appointed by the trustees of The Keighley and Worth Valley Railway Preservation Society Limited.

During the year, the Keighley and Worth Valley Light Railway Limited received grants amounting to £61,150 (2018 - £112,083) from The Keighley and Worth Valley Railway Trust of which £23,150 (2018 - £7,083) has been recognised in the Statement of Financial Activity, an additional £13,667 (2018 - £4,375) released from deferred income. The remaining grants of £124,958 (2018 - £100,625) have been deferred over the life of the assets to which the grants relate.