

REGISTERED COMPANY NUMBER: 02570979 (England and Wales)
REGISTERED CHARITY NUMBER: 1002017

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2018
FOR
NORTH EASTERN LOCOMOTIVE PRESERVATION
GROUP**

Ribchesters
Chartered Accountants
Finchale House
Belmont Business Park
Durham
DH1 1TW



**NORTH EASTERN LOCOMOTIVE PRESERVATION
GROUP**

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

	Page
Report of the Trustees	20
Independent Examiner's Report	21
Statement of Financial Activities	22
Balance Sheet	23 to 24
Notes to the Financial Statements	25 to 31
Detailed Statement of Financial Activities	32 to 33

**NORTH EASTERN LOCOMOTIVE PRESERVATION
GROUP**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2018**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2018. The trustees have adopted the provisions of 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) (effective 1 January 2015).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

02570979 (England and Wales)

Registered Charity number

1002017

Registered office

67 The Mount
York
Yorkshire
YO24 1AX

Trustees

J R P Hunt

C J Lawson

M A Chyriwsky

- resigned 10/4/2018

N F Hall

P G Hutchinson

J M Lloyd

R A Pearson

R Marshall

- appointed 20/4/2018

W Dobson

- appointed 20/4/2018

J C Foxton

- appointed 20/4/2018

Company Secretary

R Marshall

Independent examiner

David Holloway

FCA DChA

Ribchesters

Chartered Accountants

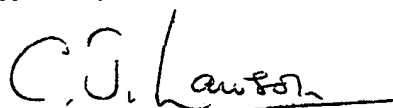
Finchale House

Belmont Business Park

Durham

DH1 1TW

Approved by order of the board of trustees on 11 March 2019 and signed on its behalf by:



C J Lawson - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
NORTH EASTERN LOCOMOTIVE PRESERVATION
GROUP**

Independent examiner's report to the trustees of North Eastern Locomotive Preservation Group ('the Company')
I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2018.

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 accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts 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 accounts 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:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts 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 accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

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 accounts to be reached

David Holloway
FCA DChA
Ribchesters
Chartered Accountants
Finchale House
Belmont Business Park
Durham
DH1 1TW

11 March 2019

**NORTH EASTERN LOCOMOTIVE PRESERVATION
GROUP**

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2018**

	Notes	Unrestricted funds £	Restricted funds £	2018 Total funds £	2017 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	43,458	8,760	52,218	54,352
Other trading activities	3	1,859	131,953	133,812	153,621
Investment income	4	1,737	-	1,737	2,464
Total		47,054	140,713	187,767	210,437
EXPENDITURE ON					
Raising funds	5	13,139	-	13,139	12,695
Charitable activities					
Promotion, restoration and preservation		7,943	163,214	171,157	247,260
Total		21,082	163,214	184,296	259,955
Net gains/(losses) on investments		-	-	-	(1)
NET INCOME/(EXPENDITURE)		25,972	(22,501)	3,471	(49,519)
RECONCILIATION OF FUNDS					
Total funds brought forward		84,664	320,273	404,937	454,456
TOTAL FUNDS CARRIED FORWARD		110,636	297,772	408,408	404,937

The notes form part of these financial statements

**NORTH EASTERN LOCOMOTIVE PRESERVATION
GROUP**

**BALANCE SHEET
AT 31 DECEMBER 2018**

	Notes	Unrestricted funds £	Restricted funds £	2018 Total funds £	2017 Total funds £
FIXED ASSETS					
Tangible assets	9	34,577	-	34,577	41,370
CURRENT ASSETS					
Debtors	10	9,291	14,424	23,715	11,096
Cash at bank		75,858	287,652	363,510	355,315
		<u>85,149</u>	<u>302,076</u>	<u>387,225</u>	<u>366,411</u>
CREDITORS					
Amounts falling due within one year	11	(9,090)	(4,304)	(13,394)	(2,844)
NET CURRENT ASSETS		<u>76,059</u>	<u>297,772</u>	<u>373,831</u>	<u>363,567</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>110,636</u>	<u>297,772</u>	<u>408,408</u>	<u>404,937</u>
NET ASSETS		<u><u>110,636</u></u>	<u><u>297,772</u></u>	<u><u>408,408</u></u>	<u><u>404,937</u></u>
FUNDS	12				
Unrestricted funds				110,636	84,664
Restricted funds				<u>297,772</u>	<u>320,273</u>
TOTAL FUNDS				<u><u>408,408</u></u>	<u><u>404,937</u></u>

The notes form part of these financial statements

**NORTH EASTERN LOCOMOTIVE PRESERVATION
GROUP**

**BALANCE SHEET - CONTINUED
AT 31 DECEMBER 2018**

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2018 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

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

The financial statements were approved by the Board of Trustees on 11 March 2019 and were signed on its behalf by:

C J Lawson -Trustee



R Marshall -Trustee



The notes form part of these financial statements

**NORTH EASTERN LOCOMOTIVE PRESERVATION
GROUP**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

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

Leasehold property	- straight line over 10 years
Improvements to property	- straight line over 10 years
Plant & equipment	- straight line over 10 years
Heritage assets	- not provided
Vehicles	- straight line over 3 years

Taxation

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

Fund accounting

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

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

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

2. DONATIONS AND LEGACIES

	2018	2017
	£	£
Ken Hoole Trust	-	3,000
Veronica Awdry Trust grant	-	1,000
Legacy fund	500	2,600
Patron donations	21,277	20,269
Sundry donations	30,441	27,483
	<hr/> 52,218 <hr/>	<hr/> 54,352 <hr/>

**NORTH EASTERN LOCOMOTIVE PRESERVATION
GROUP**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2018**

3. OTHER TRADING ACTIVITIES

	2018	2017
	£	£
Locomotive hire fees	131,260	147,500
Sales	2,052	5,141
Raffles	500	980
	<u>133,812</u>	<u>153,621</u>

4. INVESTMENT INCOME

	2018	2017
	£	£
Bank interest receivable	<u>1,737</u>	<u>2,464</u>

5. RAISING FUNDS

Raising donations and legacies

	2018	2017
	£	£
Member events	4,333	2,311
Support costs	7,954	9,751
	<u>12,287</u>	<u>12,062</u>

6. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2018	2017
	£	£
Depreciation - owned assets	<u>6,793</u>	<u>8,442</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2018 nor for the year ended 31 December 2017 .

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2018 nor for the year ended 31 December 2017 .

The charity made allowances totalling £690 during the year for expenses claimed by the trustees whilst doing volunteer work for the specific charitable areas (2017:£695).

**NORTH EASTERN LOCOMOTIVE PRESERVATION
GROUP**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2018**

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	31,471	22,881	54,352
Other trading activities	2,530	151,091	153,621
Investment income	2,464	-	2,464
	<hr/>	<hr/>	<hr/>
Total	36,465	173,972	210,437
 EXPENDITURE ON			
Raising funds	10,384	2,311	12,695
Charitable activities			
Promotion, restoration and preservation	10,292	236,968	247,260
	<hr/>	<hr/>	<hr/>
Total	20,676	239,279	259,955
 Net gains/(losses) on investments	<hr/> (1)	<hr/> -	<hr/> (1)
NET INCOME/(EXPENDITURE)	15,788	(65,307)	(49,519)
 Transfers between funds	<hr/> (139,080)	<hr/> 139,080	<hr/> -
	<hr/>	<hr/>	<hr/>
Net movement in funds	(123,292)	73,773	(49,519)
 RECONCILIATION OF FUNDS			
Total funds brought forward	207,956	246,500	454,456
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS CARRIED FORWARD	<u>84,664</u>	<u>320,273</u>	<u>404,937</u>

**NORTH EASTERN LOCOMOTIVE PRESERVATION
GROUP**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2018**

9. TANGIBLE FIXED ASSETS

	Leasehold property £	Improvements to property £	Plant & equipment £
COST			
At 1 January 2018 and 31 December 2018	<u>33,963</u>	<u>28,986</u>	<u>21,468</u>
DEPRECIATION			
At 1 January 2018	16,980	27,736	12,431
Charge for year	<u>3,396</u>	<u>1,250</u>	<u>2,147</u>
At 31 December 2018	<u>20,376</u>	<u>28,986</u>	<u>14,578</u>
NET BOOK VALUE			
At 31 December 2018	<u>13,587</u>	-	<u>6,890</u>
At 31 December 2017	<u>16,983</u>	<u>1,250</u>	<u>9,037</u>

	Heritage assets £	Vehicles £	Totals £
COST			
At 1 January 2018 and 31 December 2018	<u>14,100</u>	<u>6,800</u>	<u>105,317</u>
DEPRECIATION			
At 1 January 2018	-	6,800	63,947
Charge for year	<u>-</u>	<u>-</u>	<u>6,793</u>
At 31 December 2018	<u>-</u>	<u>6,800</u>	<u>70,740</u>
NET BOOK VALUE			
At 31 December 2018	<u>14,100</u>	-	<u>34,577</u>
At 31 December 2017	<u>14,100</u>	-	<u>41,370</u>

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Gift aid debtor	9,291	4,706
VAT	-	2,510
Accrued income	<u>14,424</u>	<u>3,880</u>
	<u>23,715</u>	<u>11,096</u>

**NORTH EASTERN LOCOMOTIVE PRESERVATION
GROUP**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2018**

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018	2017
	£	£
VAT	8,428	-
Accrued expenses	4,966	2,844
	<u>13,394</u>	<u>2,844</u>

12. MOVEMENT IN FUNDS

	At 1.1.18	Net movement in funds	At 31.12.18
	£	£	£
Unrestricted funds			
General fund	84,664	25,972	110,636
Restricted funds			
Legacy fund	97,707	500	98,207
Locomotive Maintenance Fund	222,566	(23,001)	199,565
	<u>320,273</u>	<u>(22,501)</u>	<u>297,772</u>
TOTAL FUNDS	<u>404,937</u>	<u>3,471</u>	<u>408,408</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	47,054	(21,082)	25,972
Restricted funds			
Legacy fund	500	-	500
Locomotive Maintenance Fund	140,213	(163,214)	(23,001)
	<u>140,713</u>	<u>(163,214)</u>	<u>(22,501)</u>
TOTAL FUNDS	<u>187,767</u>	<u>(184,296)</u>	<u>3,471</u>

**NORTH EASTERN LOCOMOTIVE PRESERVATION
GROUP**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2018**

12. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.17 £	Net movement in funds £	Transfers between funds £	At 31.12.17 £
Unrestricted Funds				
General fund	207,956	15,788	(139,080)	84,664
Restricted Funds				
Legacy fund	95,107	2,600	-	97,707
Locomotive Maintenance Fund	151,393	(67,907)	139,080	222,566
	<u>246,500</u>	<u>(65,307)</u>	<u>139,080</u>	<u>320,273</u>
TOTAL FUNDS	<u>454,456</u>	<u>(49,519)</u>	<u>-</u>	<u>404,937</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	36,465	(20,676)	(1)	15,788
Restricted funds				
Legacy fund	2,600	-	-	2,600
Locomotive Maintenance Fund	171,372	(239,279)	-	(67,907)
	<u>173,972</u>	<u>(239,279)</u>	<u>-</u>	<u>(65,307)</u>
TOTAL FUNDS	<u>210,437</u>	<u>(259,955)</u>	<u>(1)</u>	<u>(49,519)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.17 £	Net movement in funds £	Transfers between funds £	At 31.12.18 £
Unrestricted funds				
General fund	207,956	41,760	(139,080)	110,636
Restricted funds				
Legacy fund	95,107	3,100	-	98,207
Locomotive Maintenance Fund	151,393	(90,908)	139,080	199,565
	<u>246,500</u>	<u>(87,808)</u>	<u>139,080</u>	<u>297,772</u>
TOTAL FUNDS	<u>454,456</u>	<u>(46,048)</u>	<u>-</u>	<u>408,408</u>

**NORTH EASTERN LOCOMOTIVE PRESERVATION
GROUP**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2018**

12. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	83,519	(41,758)	(1)	41,760
Restricted funds				
Legacy fund	3,100	-	-	3,100
Locomotive Maintenance Fund	311,585	(402,493)	-	(90,908)
	<u>314,685</u>	<u>(402,493)</u>	<u>-</u>	<u>(87,808)</u>
TOTAL FUNDS		<u>398,204</u>	<u>(444,251)</u>	<u>(46,048)</u>

13. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2018.

14. ULTIMATE CONTROLLING PARTY

The charitable company is controlled by its trustees.

**NORTH EASTERN LOCOMOTIVE PRESERVATION
GROUP**

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2018**

	2018 £	2017 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Subscriptions and donations	47,090	45,217
Grants	-	4,000
Legacies	500	2,600
Royalties	-	224
Members events	4,628	2,311
	<hr/> 52,218	<hr/> 54,352
Other trading activities		
Locomotive hire fees	131,260	147,500
Sales	2,052	5,141
Raffles	500	980
	<hr/> 133,812	<hr/> 153,621
Investment income		
Bank interest receivable	1,737	2,464
	<hr/>	<hr/>
Total incoming resources	187,767	210,437
EXPENDITURE		
Raising donations and legacies		
Member events	4,333	2,311
Other trading activities		
Stock for resale	852	633
Charitable activities		
Insurance	12,062	12,240
Locomotive restoration costs	127,274	185,310
Workshop consumables	2,568	4,934
Travel & subsistence	6,453	10,469
Mainline costs	6,641	15,037
Workshop maintenance	6,481	3,664
Subscriptions and donations	-	550
Training and medicals	1,735	5,314
Depreciation of leasehold property	3,396	3,396
Depreciation of improvements to property	1,250	2,899
Depreciation of plant and equipment	2,147	2,147
	<hr/> 170,007	<hr/> 245,960
Support costs		

This page does not form part of the statutory financial statements

**NORTH EASTERN LOCOMOTIVE PRESERVATION
GROUP**

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2018**

	2018 £	2017 £
Management		
Administration costs	7,954	9,751
Governance costs		
Accountancy and legal fees	1,150	1,300
Total resources expended	<u>184,296</u>	<u>259,955</u>
Net income/(expenditure) before gains and losses	<u>3,471</u>	<u>(49,518)</u>
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	-	(1)
Net income/(expenditure)	<u><u>3,471</u></u>	<u><u>(49,519)</u></u>

This page does not form part of the statutory financial statements