

REGISTERED COMPANY NUMBER: 05140821 (England and Wales)  
REGISTERED CHARITY NUMBER: 1106638

**Report of the Trustees and  
Financial Statements for the Year Ended 31st December 2018  
for  
THE KIMMERIDGE TRUST**



**THE KIMMERIDGE TRUST**

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for the year ended 31st December 2018**

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## THE KIMMERIDGE TRUST

### Report of the Trustees for the year ended 31st 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 31st 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).

#### OBJECTIVES AND ACTIVITIES

##### Objectives

- 1 To provide a museum repository for the preparation, curation and exhibition of marine Jurassic fossils from the Kimmeridge area of Dorset for the benefit of the general public.
- 2 To undertake academic research on Jurassic fossils from Dorset with universities and other museums both in the UK and overseas.
- 3 To engage with schools, colleges and the public to promote education.
- 4 To provide a widely recognised tourist destination in West Dorset.
- 5 To provide a community space for use by the inhabitants of the parish of Kimmeridge.

##### Focus of our work

The Etches Collection Museum will focus on the following:

- 1 Securing, conserving and enhancing the collection of fossils in its care.
- 2 Providing exhibits which interpret the stories of the Kimmeridgian fossils in an enjoyable and engaging manner.
- 3 Undertaking collaborative research with other museums and universities from the UK and from Overseas.
- 4 Promote the museum as a centre for education and learning for all.
- 5 Providing a sound business culture to ensure the long-term sustainability of the Trust.
- 6 Ensuring physical, intellectual and virtual (via a newly developed website) access to the museum collection focussing on inclusivity for all.
- 7 Promote community spirit in the Parish of Kimmeridge through the provision of a community space.
- 8 Provide a safe and secure working environment for staff, volunteers and visitors.
- 9 Promote professional development of staff and volunteers as well as providing work experience opportunities.

The charity is guided by local and national policies for conservation of an Area of Outstanding Natural Beauty, tourism, museums and attractions. The museum will operate as an Accredited Museum and plans to become the nationally designated "type" collection of Kimmeridgian aged fossils to which all other researchers and academics refer.

##### Activities

The fossil collection has grown significantly since the museums opening in October 2016 with the entire collection inventoried and safely stored. Throughout 2018 the visitor numbers were slightly below expectations following the initial surge of interest during the first year of trading.

We continued to resource the Educational Activity Plan which was part-funded by the Heritage Lottery Fund and this was completed at the end of 2018 with the Evaluation Report delivered in early 2019.

Dr Steve Etches MBE (Museum Director and Head of Collections) has continued to make new finds which have been prepared and added to the collection. These include a number of new species.

Other fossil collectors and members of the general public have donated important new fossil material to the museum which has been prepared and curated by Dr Etches and added to the collection.

Individuals, trusts and corporate organisations continue to be significant sources of funding, after visitor income.

Fund raising (and marketing efforts) will be major activities going forwards for the generation of additional interest and funding.

## **THE KIMMERIDGE TRUST**

### **Report of the Trustees for the year ended 31st December 2018**

#### **Activities (continued)**

Our on-going development of a commercial strategy to promote financial sustainability continues and includes:

- 1 Investigating ways in which we can work together with other local attractions.
- 2 Launch of Corporate Sponsorship package.
- 3 Major revision and update of the museum website and launch of improved online shop.
- 4 Application for Museum Accreditation with the Arts Council which opens up additional avenues of funding.
- 5 Application to become a nationally Designated Collection via application to the Arts Council opens up other potential avenues of funding.
- 6 Application to the Heritage Lottery for Resilient Heritage Funding.

#### **Public benefit**

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities.

#### **FINANCIAL REVIEW**

##### **Investment policy and objectives**

As all funds are for the development project the charity does not currently hold any investments. A bank deposit account is used to temporarily hold funds until they are required for the project.

##### **Reserves policy**

The Trust has maintained its free reserves at approximately £172k in order to finance future projects. Our policy is to maintain reserves of 3 times our annual revenue costs. Funding for the project is entirely dependent upon our success in obtaining grants or donations. Trustees monitor very carefully the cash flow and adherence to the set budget for the project, so as not to endanger the Trust.

#### **FUTURE PLANS**

We have applied for museum accreditation with the Arts Council and will become an accredited Museum in 2019. Following this we will apply for Designated status with the Arts Council which will result (if successful) in the museum being recognised as housing the national collection of Kimmeridgian fossils which will also make the museum of major international importance.

Various ongoing and new academic research projects are currently underway or scheduled to commence over the coming months.

Volunteers continue to play a key part in our development planning and represent a major support for the charity. During this financial period we estimate they contributed £45k to the project.

Risks are reviewed and updated by the Board at each meeting with the appropriate systems and processes in place to minimise risk. All key decisions are always taken by the full board.

Since the company qualifies as small under section 383, the strategic report required of medium and large companies under The Companies Act 2006 (Strategic Report and Director's Report) Regulations 2013 is not required.

## THE KIMMERIDGE TRUST

### Report of the Trustees for the year ended 31st December 2018

#### STRUCTURE, GOVERNANCE AND MANAGEMENT

The board conducts an annual review to ensure its Trustees have the necessary skill set to lead and develop the general business of the charity. The directors are also the Charity Trustees and are known as the Trustees

All members' of the Trustee Board give their time voluntarily and receive no benefits from the charity.

Trustees are closely involved in the operation and development of the Museum. New trustees are briefed by the Chairman to ensure they are familiar with the objects of the charity, the work in hand and their legal requirements. All are directed to be familiar with the charity commissions guide "The Essential Trustee", the Trusts Articles and its financial position.

The board meets at least quarterly and more frequently if required.

Responsibility for curating the collection and its development lies with the Collector & Head of Collections (Dr Steve Etches MBE).

#### REFERENCE AND ADMINISTRATIVE DETAILS

##### Registered Company number

05140821 (England and Wales)

##### Registered Charity number

1106638

##### Registered office

The Etches Collection  
Kimmeridge  
Wareham  
Dorset  
BH20 5PE

##### Trustees

Dr A Racey B.Sc., Ph.D.

Mr R J Vearncombe

Mr R Bond

Ms S A Brazier

Mrs C Campbell

Professor S Conway Morris B.Sc., MA., Ph.D., F.R.S.

Dr H M Earwicker MA., MB, BS.

Dr S Earwicker

Dr N L Frewin

Sir R Lambert

Professor J E A Marshall B.Sc., MA., Ph.D.

Professor D Martill Ph.D.

Mrs E Morgan

Ms B A Smith

Mr R C E Smith

Sir M F Hobbs KCVO CBE

Mr J C Langham

Chairman

Vice Chairman

- appointed 24/05/2018

- appointed 15/02/2018

- appointed 24/05/2018

- resigned 28/02/2019

- resigned 24/05/2018

##### Company Secretary

Mr S P Dolan

**THE KIMMERIDGE TRUST**

**Report of the Trustees  
for the year ended 31st December 2018**

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Auditors**

Simpson Wreford & Partners  
Chartered Accountants & Statutory Auditors  
Suffolk House  
George Street  
Croydon  
Surrey  
CR0 0YN

**AUDITORS**

The auditors, Simpson Wreford & Partners, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on ..... *23<sup>rd</sup> May 2019* ..... and signed on its behalf by:

  
.....  
Dr A Racey - Trustee

## **THE KIMMERIDGE TRUST**

### **Statement of Trustees Responsibilities for the year ended 31st December 2018**

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

In so far as the trustees are aware:

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

## **Report of the Independent Auditors to the Members of The Kimmeridge Trust**

### **Opinion**

We have audited the financial statements of The Kimmeridge Trust (the 'charitable company') for the year ended 31st December 2018 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31st December 2018 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- 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 Auditors responsibilities for the audit of the 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 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 financial statements is not appropriate; or
- the trustees have not disclosed in the 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 financial statements are authorised for issue.

### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the 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 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.

### **Opinion 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 Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees 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 charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.



**Report of the Independent Auditors to the Members of  
THE KIMMERIDGE TRUST**

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where 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 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; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

**Responsibilities of trustees**

As explained more fully in the Statement of Trustees Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the 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 financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the 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 charitable company or to cease operations, or have no realistic alternative but to do so.

**Our responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors 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 financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

**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 auditors' 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.



Tim Lindfield (Senior Statutory Auditor)  
for and on behalf of Simpson Wreford & Partners  
Chartered Accountants & Statutory Auditors  
Suffolk House  
George Street  
Croydon  
Surrey  
CR0 0YN

Date: 5/6/2019.

**THE KIMMERIDGE TRUST**

**Statement of Financial Activities  
for the year ended 31st December 2018**

	Notes	Unrestricted funds £	Restricted funds £	31.12.18 Total funds £	31.12.17 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	11,113	89,368	100,481	235,642
Other trading activities	3	261,374	-	261,374	323,587
Investment income	4	39	-	39	222
<b>Total</b>		<u>272,526</u>	<u>89,368</u>	<u>361,894</u>	<u>559,451</u>
<b>EXPENDITURE ON</b>					
Raising funds	5	765	1,755	2,520	2,278
Charitable activities	6				
Support Costs		10,533	-	10,533	12,055
Direct Costs		212,788	187,932	400,720	418,374
Other		21,330	5,191	26,521	-
<b>Total</b>		<u>245,416</u>	<u>194,878</u>	<u>440,294</u>	<u>432,707</u>
<b>NET INCOME/(EXPENDITURE)</b>		<u>27,110</u>	<u>(105,510)</u>	<u>(78,400)</u>	<u>126,744</u>
<b>Transfers between funds</b>	18	<u>(12,460)</u>	<u>12,460</u>	<u>-</u>	<u>-</u>
<b>Net movement in funds</b>		<u>14,650</u>	<u>(93,050)</u>	<u>(78,400)</u>	<u>126,744</u>
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		<u>157,365</u>	<u>4,216,793</u>	<u>4,374,158</u>	<u>4,247,414</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>172,015</u></u>	<u><u>4,123,743</u></u>	<u><u>4,295,758</u></u>	<u><u>4,374,158</u></u>

The notes form part of these financial statements

**THE KIMMERIDGE TRUST**

**Balance Sheet  
At 31st December 2018**

	Notes	Unrestricted funds £	Restricted funds £	31.12.18 Total funds £	31.12.17 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	12	104,574	4,305,670	4,410,244	4,570,703
<b>CURRENT ASSETS</b>					
Stocks	13	26,908	-	26,908	27,998
Debtors	14	6,462	67,500	73,962	26,135
Cash in hand		92,601	29,555	122,156	111,253
		<u>125,971</u>	<u>97,055</u>	<u>223,026</u>	<u>165,386</u>
<b>CREDITORS</b>					
Amounts falling due within one year	15	(26,797)	(10,715)	(37,512)	(61,931)
<b>NET CURRENT ASSETS</b>		<u>99,174</u>	<u>86,340</u>	<u>185,514</u>	<u>103,455</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		203,748	4,392,010	4,595,758	4,674,158
<b>CREDITORS</b>					
Amounts falling due after more than one year	16	(31,733)	(268,267)	(300,000)	(300,000)
<b>NET ASSETS</b>		<u>172,015</u>	<u>4,123,743</u>	<u>4,295,758</u>	<u>4,374,158</u>
<b>FUNDS</b>	18				
Unrestricted funds				172,015	157,365
Restricted funds				<u>4,123,743</u>	<u>4,216,793</u>
<b>TOTAL FUNDS</b>				<u>4,295,758</u>	<u>4,374,158</u>

The notes form part of these financial statements

THE KIMMERIDGE TRUST

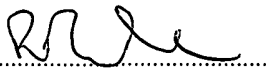
Balance Sheet - continued  
At 31st December 2018

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 23<sup>rd</sup> May 2019 and were signed on its behalf by:



Dr A Racey -Trustee



Mr R Vearncombe -Trustee

The notes form part of these financial statements

**THE KIMMERIDGE TRUST**

**Cash Flow Statement  
for the year ended 31st December 2018**

	Notes	31.12.18 £	31.12.17 £
<b>Cash flows from operating activities:</b>			
Cash generated from operations	21	17,070	(157,747)
Interest paid		(4,256)	(2,577)
<b>Net cash provided by (used in) operating activities</b>		<u>12,814</u>	<u>(160,324)</u>
 <b>Cash flows from investing activities:</b>			
Purchase of tangible fixed assets		(13,880)	48,089
Sale of tangible fixed assets		11,930	-
Interest received		39	222
<b>Net cash provided by (used in) investing activities</b>		<u>(1,911)</u>	<u>48,311</u>
 <b>Change in cash and cash equivalents in the reporting period</b>		<u>10,903</u>	<u>(112,013)</u>
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u>111,253</u>	<u>223,266</u>
 <b>Cash and cash equivalents at the end of the reporting period</b>		<u><u>122,156</u></u>	<u><u>111,253</u></u>

The notes form part of these financial statements

## THE KIMMERIDGE TRUST

### Notes to the Financial Statements for the year ended 31st 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.

The Kimmeridge Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

##### **Income**

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

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold. Donated facilities are included at the value to the charity where this can be quantified and a third party is bearing the cost. No amounts are included in the financial statements for services donated by volunteers.

Donated services or facilities are recognised when the company has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use of the company of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time of the Friends is not recognised and refer to the Trustees' report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the company which is the amount the company would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

##### **Expenditure**

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Charitable activities and governance costs are costs incurred on the charity's operations, including support costs and costs relating to the governance of the charity apportioned to charitable activities.

## THE KIMMERIDGE TRUST

### Notes to the Financial Statements - continued for the year ended 31st December 2018

#### 1. ACCOUNTING POLICIES - continued

##### **Tangible fixed assets**

Tangible fixed assets are carried under the cost model and are stated at historical cost less accumulated depreciation and accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

At each reporting date the charity assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined which is higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

Depreciation is not charged on freehold land. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Freehold property	- Over 50 years
Plant & machinery	- 20% straight line
Fixtures & fittings	- 20% straight line

Gains and losses on disposals are determined by comparing the proceeds with the carrying amounts and are recognised in the Statement of Financial Activities.

##### **Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

##### **Taxation**

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

##### **Debtors**

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

##### **Cash at bank and in hand**

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

##### **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 charity 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.

##### **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.

##### **Pension costs and other post-retirement benefits**

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

# THE KIMMERIDGE TRUST

## Notes to the Financial Statements - continued for the year ended 31st December 2018

### 1. ACCOUNTING POLICIES - continued

#### Going concern

The financial statements have been prepared on the basis that the charity is a going concern. The Trustees consider that there are no material uncertainties on the charity's ability to continue its activities for the foreseeable future. They have approved a detailed income and expenditure budget for 2019, the charity has a stream of income from visitors and its reserves policy means that it will be able to meet its obligations and have sufficient time to mitigate against any unforeseen circumstances.

### 2. DONATIONS AND LEGACIES

	Unrestricted funds	Restricted funds	31.12.18 Total funds	31.12.17 Total funds
	£	£	£	£
Donations	11,113	-	11,113	60,539
Grants	-	89,368	89,368	175,103
	<u>11,113</u>	<u>89,368</u>	<u>100,481</u>	<u>235,642</u>

### 3. OTHER TRADING ACTIVITIES

	Unrestricted funds	Restricted funds	31.12.18 Total funds	31.12.17 Total funds
	£	£	£	£
Museum Visitor Income	175,621	-	175,621	224,028
Retail Income	77,071	-	77,071	82,686
Village Hall Income	3,122	-	3,122	7,692
Other income	5,560	-	5,560	9,181
	<u>261,374</u>	<u>-</u>	<u>261,374</u>	<u>323,587</u>

### 4. INVESTMENT INCOME

	Unrestricted funds	Restricted funds	31.12.18 Total funds	31.12.17 Total funds
	£	£	£	£
Investment income	<u>39</u>	<u>-</u>	<u>39</u>	<u>222</u>

### 5. RAISING FUNDS

#### Raising donations and legacies

	Unrestricted funds	Restricted funds	31.12.18 Total funds	31.12.17 Total funds
	£	£	£	£
Other costs	<u>765</u>	<u>1,755</u>	<u>2,520</u>	<u>2,278</u>



**THE KIMMERIDGE TRUST**

**Notes to the Financial Statements - continued  
for the year ended 31st December 2018**

**6. CHARITABLE ACTIVITIES COSTS**

	Direct costs	Support costs (See note 7)	Totals
	£	£	£
Direct Costs	396,464	4,256	400,720
Support Costs	-	10,533	10,533
	<u>396,464</u>	<u>14,789</u>	<u>411,253</u>

**7. SUPPORT COSTS**

	Management	Governance costs	Totals
	£	£	£
Support Costs	2,033	8,500	10,533
Direct Costs	4,256	-	4,256
	<u>6,289</u>	<u>8,500</u>	<u>14,789</u>

**8. NET INCOME/(EXPENDITURE)**

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

	31.12.18	31.12.17
	£	£
Auditors' remuneration	6,400	6,300
Auditors' remuneration for non audit work	2,100	2,100
Depreciation - owned assets	135,889	128,649
Deficit on disposal of fixed asset	26,521	-
	<u>169,910</u>	<u>157,049</u>

**9. TRUSTEES' REMUNERATION AND BENEFITS**

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

**Trustees' expenses**

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

**10. STAFF COSTS**

	31.12.18	31.12.17
	£	£
Wages and salaries	146,026	149,933
Social security costs	4,944	11,548
Pension costs	3,831	1,365
	<u>154,801</u>	<u>162,846</u>

The average monthly number of employees during the year was 6 (2017 - 6). No employees received emoluments in excess of £60,000.

THE KIMMERIDGE TRUST

Notes to the Financial Statements - continued  
for the year ended 31st December 2018

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	4,539	231,103	235,642
Other trading activities	323,587	-	323,587
Investment income	222	-	222
<b>Total</b>	<b>328,348</b>	<b>231,103</b>	<b>559,451</b>
 <b>EXPENDITURE ON</b>			
Raising funds	2,278	-	2,278
<b>Charitable activities</b>			
Support Costs	12,055	-	12,055
Direct Costs	221,370	197,004	418,374
<b>Total</b>	<b>235,703</b>	<b>197,004</b>	<b>432,707</b>
 <b>NET INCOME/(EXPENDITURE)</b>	<b>92,645</b>	<b>34,099</b>	<b>126,744</b>
 <b>Transfers between funds</b>	<b>(29,155)</b>	<b>29,155</b>	<b>-</b>
 <b>Net movement in funds</b>	<b>63,490</b>	<b>63,254</b>	<b>126,744</b>
 <b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>	<b>93,875</b>	<b>4,153,539</b>	<b>4,247,414</b>
 <b>TOTAL FUNDS CARRIED FORWARD</b>	<b>157,365</b>	<b>4,216,793</b>	<b>4,374,158</b>

**THE KIMMERIDGE TRUST**

**Notes to the Financial Statements - continued  
for the year ended 31st December 2018**

**12. TANGIBLE FIXED ASSETS**

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Totals £
<b>COST</b>				
At 1st January 2018	4,515,452	83,811	141,805	4,741,068
Additions	10,716	542	2,622	13,880
Disposals	(17,316)	(39,232)	-	(56,548)
	<u>4,508,852</u>	<u>45,121</u>	<u>144,427</u>	<u>4,698,400</u>
<b>DEPRECIATION</b>				
At 1st January 2018	114,342	23,611	32,412	170,365
Charge for year	89,035	16,862	29,992	135,889
Eliminated on disposal	(196)	(17,902)	-	(18,098)
	<u>203,181</u>	<u>22,571</u>	<u>62,404</u>	<u>288,156</u>
<b>NET BOOK VALUE</b>				
At 31st December 2018	<u>4,305,671</u>	<u>22,550</u>	<u>82,023</u>	<u>4,410,244</u>
At 31st December 2017	<u>4,401,110</u>	<u>60,200</u>	<u>109,393</u>	<u>4,570,703</u>

Included in land and buildings is freehold land at valuation of £55,000 (2017 - £55,000), (cost £55,000 (2017 - £55,000)) which is not depreciated.

**Heritage Assets**

On 5 June 2015, S Etches donated his entire collection of over 2000 Late Jurassic Kimmeridgian fossils to The Kimmeridge Trust. These fossils are considered to be Heritage Assets. As such a collection is rarely sold on the open market, an appropriate value is difficult to ascertain. Accordingly these Heritage Assets are held at a £Nil net book value (2017 - £Nil).

**13. STOCKS**

	31.12.18 £	31.12.17 £
Finished goods	<u>26,908</u>	<u>27,998</u>

**14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.18 £	31.12.17 £
Trade debtors	233	845
Other debtors	4,129	22,000
Accrued income	67,500	-
Prepayments	<u>2,100</u>	<u>3,290</u>
	<u>73,962</u>	<u>26,135</u>

**THE KIMMERIDGE TRUST**

**Notes to the Financial Statements - continued  
for the year ended 31st December 2018**

**15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.18	31.12.17
	£	£
Trade creditors	13,208	18,837
Social security and other taxes	3,012	5,672
Other creditors	14,292	17,026
Accruals and deferred income	7,000	20,396
	<u>37,512</u>	<u>61,931</u>

**16. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31.12.18	31.12.17
	£	£
Other loans (see note 17)	<u>300,000</u>	<u>300,000</u>

**17. LOANS**

An analysis of the maturity of loans is given below:

	31.12.18	31.12.17
	£	£
Amounts falling due between two and five years:		
Other loans - 2-5 years	<u>120,000</u>	<u>120,000</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Other loans more 5yrs	<u>180,000</u>	<u>180,000</u>

Two loans of £150,000 have been provided to the Trust interest free. Both are repayable in installments over a ten year period. Repayment has been deferred until 1 September 2021.

**18. MOVEMENT IN FUNDS**

	At 1.1.18	Net movement in funds	Transfers between funds	At 31.12.18
	£	£	£	£
<b>Unrestricted funds</b>				
General fund	157,365	27,110	(12,460)	172,015
<b>Restricted funds</b>				
Museum Restrict Fund	4,188,413	(83,510)	-	4,104,903
Childrens Playground Restricted Fund	6,380	-	12,460	18,840
Restricted Research Fund	22,000	(22,000)	-	-
	<u>4,216,793</u>	<u>(105,510)</u>	<u>12,460</u>	<u>4,123,743</u>
<b>TOTAL FUNDS</b>	<u>4,374,158</u>	<u>(78,400)</u>	<u>-</u>	<u>4,295,758</u>

**THE KIMMERIDGE TRUST**

**Notes to the Financial Statements - continued  
for the year ended 31st December 2018**

**18. MOVEMENT IN FUNDS - continued**

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	272,526	(245,416)	27,110
<b>Restricted funds</b>			
Museum Restrict Fund	10,715	(94,225)	(83,510)
HLF Project Restricted Fund	78,653	(78,653)	-
Restricted Research Fund	-	(22,000)	(22,000)
	<u>89,368</u>	<u>(194,878)</u>	<u>(105,510)</u>
<b>TOTAL FUNDS</b>	<u><u>361,894</u></u>	<u><u>(440,294)</u></u>	<u><u>(78,400)</u></u>

**Comparatives for movement in funds**

	At 1.1.17 £	Net movement in funds £	Transfers between funds £	At 31.12.17 £
<b>Unrestricted Funds</b>				
General fund	104,243	92,645	(39,523)	157,365
Other General Fund - Unrestricted	(10,368)	-	10,368	-
	<u>93,875</u>	<u>92,645</u>	<u>(29,155)</u>	<u>157,365</u>
<b>Restricted Funds</b>				
Museum Restrict Fund	4,136,791	51,622	-	4,188,413
Childrens Playground Restricted Fund	6,380	-	-	6,380
HLF Project Restricted Fund	-	(39,523)	39,523	-
Other Restricted Funds	10,368	-	(10,368)	-
Restricted Research Fund	-	22,000	-	22,000
	<u>4,153,539</u>	<u>34,099</u>	<u>29,155</u>	<u>4,216,793</u>
<b>TOTAL FUNDS</b>	<u><u>4,247,414</u></u>	<u><u>126,744</u></u>	<u><u>-</u></u>	<u><u>4,374,158</u></u>

**THE KIMMERIDGE TRUST**

**Notes to the Financial Statements - continued  
for the year ended 31st December 2018**

**18. MOVEMENT IN FUNDS - continued**

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	328,348	(235,703)	92,645
<b>Restricted funds</b>			
Museum Restrict Fund	138,979	(87,357)	51,622
HLF Project Restricted Fund	70,124	(109,647)	(39,523)
Restricted Research Fund	22,000	-	22,000
	<u>231,103</u>	<u>(197,004)</u>	<u>34,099</u>
<b>TOTAL FUNDS</b>	<u><u>559,451</u></u>	<u><u>(432,707)</u></u>	<u><u>126,744</u></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 £
<b>Unrestricted funds</b>				
General fund	104,243	119,755	(51,983)	172,015
Other General Fund - Unrestricted	(10,368)	-	10,368	-
<b>Restricted funds</b>				
Museum Restrict Fund	4,136,791	(31,888)	-	4,104,903
Childrens Playground Restricted Fund	6,380	-	12,460	18,840
HLF Project Restricted Fund	-	(39,523)	39,523	-
Other Restricted Funds	10,368	-	(10,368)	-
	<u>4,153,539</u>	<u>(71,411)</u>	<u>41,615</u>	<u>4,123,743</u>
<b>TOTAL FUNDS</b>	<u><u>4,247,414</u></u>	<u><u>48,344</u></u>	<u><u>-</u></u>	<u><u>4,295,758</u></u>

**THE KIMMERIDGE TRUST**

**Notes to the Financial Statements - continued  
for the year ended 31st December 2018**

**18. 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 £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	600,874	(481,119)	119,755
<b>Restricted funds</b>			
Museum Restrict Fund	149,694	(181,582)	(31,888)
HLF Project Restricted Fund	148,777	(188,300)	(39,523)
Restricted Research Fund	22,000	(22,000)	-
	<u>320,471</u>	<u>(391,882)</u>	<u>(71,411)</u>
<b>TOTAL FUNDS</b>	<u>921,345</u>	<u>(873,001)</u>	<u>48,344</u>

**Restricted funds**

The Museum fund is to provide a museum with the state of the art flexible learning and education spaces for the conservation, enhancement and display of The Etches Collection.

The Childrens Playground fund is to provide a safe play area for the children of Kimmeridge residents.

The HLF Project fund is to manage the grants received from the Heritage Lottery Fund to be expended on the continued operation of the charity and museum.

The Research fund is for the provision of a student research programme in support of The Etches Collection Centre of Excellence in Education.

**19. CONTINGENT LIABILITIES**

The museum building requires remedial work as a result of deficiencies in the original construction. The board of trustees are in discussions with local builders to rectify such deficiencies but until suitable plans are drawn up and approved, the board are unable to reliably estimate the cost of these works.

**20. RELATED PARTY DISCLOSURES**

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

**21. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	31.12.18 £	31.12.17 £
<b>Net income/(expenditure) for the reporting period (as per the statement of financial activities)</b>	<b>(78,400)</b>	<b>126,744</b>
<b>Adjustments for:</b>		
Depreciation charges	135,888	128,649
Loss on disposal of fixed assets	26,521	-
Interest received	(39)	(222)
Interest paid	4,256	2,577
Decrease/(increase) in stocks	1,090	(4,715)
Increase in debtors -	(47,827)	(19,304)
Carried forward	119,889	106,985

THE KIMMERIDGE TRUST

Notes to the Financial Statements - continued  
for the year ended 31st December 2018

21. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES - continued

	31.12.18 £	31.12.17 £
<b>Adjustments for:</b>		
Brought forward	119,889	106,985
Decrease in creditors	(24,419)	(391,476)
	<u>17,070</u>	<u>(157,747)</u>
<b>Net cash provided by (used in) operating activities</b>		